

ENC

UNITED STATES GOVERNMENT

DEPARTMENT OF JUSTICE
11/16 10:00a.

Memorandum

TO : Acting Director
Federal Bureau of Investigation

DATE: NOV 15 1972

FROM : The Attorney General

[Redacted] aka

ET AL. *DICK*
ITAR - BRIBERY *Byrne*

SUBJECT: Request for Authority to Use Body Recording Device in Interstate Transportation in Aid of Racketeering Investigation, New York, New York

Mr. Felt	_____
Mr. Baker	_____
Mr. Bishop	_____
Mr. Callahan	_____
Mr. Cleveland	_____
Mr. Conrad	_____
Mr. Dalbey	_____
Mr. Gebhardt	_____
Mr. Jenkins	_____
Mr. Marshall	_____
Mr. Miller, E.S.	_____
Mr. Lewis	_____
Mr. Sifers	_____
Mr. Walters	_____
Tele. Room	_____
Mr. Kinley	_____
Mr. Armstrong	_____
Ms. Herwig	_____
Mrs. Neenan	_____

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This is in response to a request seeking authority to use a body recording device on the person of [Redacted] to record, with his consent, conversations expected to take place with [Redacted] also known as [Redacted] Henry Hyde, [Redacted] also known as [Redacted] and [Redacted] also known as [Redacted]. This will be done in connection with an investigation of interstate transportation in aid of racketeering, in violation of Title 18, United States Code, Section 1952 and related offenses.

If you deem it appropriate, you are authorized to utilize a recording device on the person of [Redacted] to record, with his consent, conversations with [Redacted] also known as [Redacted] Henry Hyde, [Redacted] also known as [Redacted] also known as [Redacted] for the purpose of obtaining corroboration sufficient to prove interstate transportation in aid of racketeering in violation of Title 18, United States Code, Section 1952 and related offenses. This authorization is valid for thirty (30) days from the date of this memorandum.

EXP. PROC.
11-15-72
#32
#34

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Richard G. Kleindienst

RICHARD G. KLEINDIENST
Attorney General

ST-106

NOV 15 1972

6029

MCT-66

REC-77

DATE 11/16

NOV 29 1972

*airtel to NY
11/17/72
END*

NOV 15 1972

20
NINE

airtel

11/17/72

To: SAC, New York

From: Acting Director, FBI

[redacted], aka

ET ALX

ITAR - BRIBERY

OO: New York

Re New York airtel 11/8/72, Bureau telephone call 11/17/72, and Bureau airtel dated 11/15/72 captioned [redacted] aka; Et Al.; ITAR - Bribery.

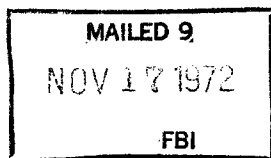
This is to confirm reBucal by which New York was advised of Bureau authorization to monitor the telephone of [redacted] for purpose of obtaining corroborative evidence to prove violations of the Interstate Transportation in Aid of Racketeering statute. This authority enables New York to consensually monitor [redacted] telephone when he converses with [redacted] and Henry Hyde.

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Upon termination of the authorized 30-day period commencing 11/17/72 with respect to New York's consensual monitoring activity, New York is to prepare a letterhead memorandum suitable for dissemination setting out details of pertinent information developed through use of these techniques.

REC-64

6029-2



788 ST-102

5 NOV 17 1972

gsk

Felt _____
Baker _____
Bishop _____
Callahan _____
Cleveland _____
Conrad _____
Dalbey _____
Gebhardt _____
Jenkins _____
Marshall _____
Miller, E.S. _____
Purvis _____
Soyars _____
Walters _____
Tele. Room _____
Mr. Kinley _____
Mr. Armstrong _____
Ms. Herwig _____
Mrs. Neenan _____

MAIL ROOM ☒ TELETYPE UNIT ☐

SPECIAL INVESTIGATIVE DIVISION
November 13, 1972

Our New York office is conducting an Interstate Transportation in Aid of Racketeering - Extortion investigation wherein allegations have been received of proposed "kickback" fees to Illinois public officials.

[redacted] who is cooperating with FBI advises Computer Specifics, Inc., New York, New York, is attempting to sell a computerized welfare plan to State of Illinois. If Illinois purchases the plan, 20 percent cash kick-back fees have to be paid.

New York requests authority for 30 days to monitor [redacted] telephone, with his permission, for purpose of obtaining corroborative evidence of [redacted] allegations of kickback practices. This authority will be granted and New York will be so advised. Only possible bribery calls will be monitored.

At this time, New York also requests authority for 30 days to use a body recording device on the person of [redacted] for purpose of recording [redacted] conversations with [redacted] of Computer Specifics; [redacted] Chicago, Illinois; and Henry Hyde, a member of the Illinois legislature. The Department is being contacted in this regard and the Attorney General's written authority for utilization of the body recorder will be requested.

EDH:jjo

11-14-72 WJC
10-30-72 WJC
JEK
THW

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F B I

Date: 11/8/72

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

Handwritten: Fine

Baker _____
 Bishop _____
 Callahan _____
 Cleveland _____
 Conrad _____
 Dalbey _____
 Gebhardt _____
 Jenkins _____
 Marshall _____
 Miller, E.S. _____
 Purvis _____
 Soyars _____
 Walters _____
 Tele. Room _____
 Mr. Kinley _____
 Mr. Armstrong _____
 Ms. Herwig _____
 Mrs. Neenan _____

TO: ACTING DIRECTOR, FBI (166-new)

FROM: SAC, NEW YORK (166- (P)

SUBJECT: [REDACTED] a

HENRY HYDE;

[REDACTED] aka
ITAR-BRIBERY
(OO:NY)

Enclosed herein for Bureau and receiving offices are two copies each of FD 302 reflecting interview of [REDACTED] dated 11/7/72, and two copies each of letter to [REDACTED] Computer Specifics Corp., NY, NY, dated 6/22/72.

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On 11/8/72, facts of the case were presented to AUSA RICHARD BEN VENISTE, Chief of the Official Corruption Section, US Attorney's Office for the Southern District of New York, who advised that these facts constitute a violation of ITAR-Bribery statute and requested appropriate investigation be conducted by Bureau.

On 11/7/72, [REDACTED] advised that he was in telephonic contact with [REDACTED] who advised him that the Illinois deal was still on.

- ② Bureau (Encls. 4)
2 - Chicago (Encls. 4)
2 - Springfield (Encls. 4)
2 - New York

WLF:mmm
(9)

22 NOV 11 1972

Approved: _____

Special Agent in Charge

Sent _____

Per _____

*U.S.C.

NY 166-

New York indices indicate [redacted] as being
[redacted] in Manhattan.
New York indices negative re other subjects.

REQUEST OF THE BUREAU

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It is requested that Bureau obtain authority from the Department of Justice for the use of body recorder to be worn on person of [redacted] to record, with his consent, conversations with subjects for purposes of obtaining corroborating testimony. Bureau authority is also requested for New York to monitor all telephone conversations with consent of [redacted]

Receiving offices, Chicago and Springfield will not conduct any investigation re this matter unless further advised.



STATE OF ILLINOIS
DEPARTMENT OF PUBLIC AID

June 22, 1972

222 SOUTH COLLEGE STREET
SPRINGFIELD, ILLINOIS 62706

[Redacted]
Computer Specifics Corporation
353 West 57th Street
New York, New York 10019

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Dear [Redacted]

I appreciated the demonstration that you and your associates presented to the Illinois Department of Public Aid on June 19, and I am sorry that I could not spend longer with you. The demonstrated system was most interesting and my staff is evaluating its potential use by our department. It is my present feeling, however, that we should wait until the department has completed its implementation of the identification card system in Cook and eleven other counties before a decision is made to embark on a banking program such as the one presented by Computer Specifics.

I do, however, appreciate the time and effort that you and your associates made in coming to Illinois, and look forward to discussing the merits of your firm's system at a later date.

Sincerely,

[Redacted Signature]

160-60000-3
ENCLOSURE

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 11/8/72

1.

[redacted]
[redacted] telephone number [redacted] provided the following information:

[redacted] of [redacted]
[redacted] contacted him by telephone on or about [redacted]
in regards to a computerized welfare program. [redacted]
[redacted] the State of Illinois,
state department, wherein they may demonstrate a particular
computer welfare program. This program alleges to save the
state money by providing built in protection against welfare
fraud - theft, etc.

He advised [redacted] that he would contact [redacted]
[redacted] Chicago, Illinois. [redacted] states
he has many contacts within the City of Chicago and the State
Department.

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[redacted] was subsequently contacted and advised
him that he would speak to a Mr. HENRY HYDE, a State Representative
from the Chicago area, who [redacted] claimed was very close
to the "Governors Man," in the State Capitol, Springfield,
Illinois. The Governors man was not identified.

Mr. HENRY HYDE did make contact with his man in
Springfield and as a result of that contact Mr. HYDE informed
[redacted] that he had arranged for an appointment for Mr.
[redacted] with the Illinois Department of Public
Aid on June 19, 1972.

Prior to leaving for Illinois, [redacted] discussed
the fee arrangement with him and [redacted] advised
[redacted] that an additional twenty percent would have to be
added to any price given to the State of Illinois to cover
cash payments of ten percent to the Governors man and ten per-
cent to HENRY HYDE - he further advised [redacted] that he

Interviewed on 11/7/72 at New York, New York File # NY

by SA [redacted] drl Date dictated 11/8/72

NY

2.

would, of course, have to include [redacted] in the fee arrangement, out of [redacted] end. [redacted] advise [redacted] that the arrangement was no problem if in fact Mr. HYDE and the Governors man were to see that the right fee for the program was approved by the State of Illinois. [redacted] again contacted HENRY HYDE and was advised that the price presented to the state would be approved - that all [redacted] had to do was keep the appointment in Springfield at the proper time (June 19, 1972).

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The appointment was confirmed and [redacted] and [redacted] demonstrated their program on June 19, 1972. On June 22, 1972, [redacted] was advised that he would receive a letter from the Department of Public Aid, and, in fact, [redacted] did receive a letter bearing the date of June 22, 1972, from [redacted] Public Aid for the State of Illinois (letter enclosed).

[redacted] requested that [redacted] give a copy of the letter to him to forward to [redacted] office so that he may then discuss same with Mr. HENRY HYDE.

[redacted] advised him on July 11, 1972, that he had discussed the program with Mr. HYDE by telephone. [redacted] relates the conversation thusly, "Mr. HYDE advised [redacted] to let the State of Illinois complete their card identification system and he would then see that [redacted] program would be implemented."

At this time the card system is contemplated to be finished on or about December of 1972. [redacted] asked that [redacted] standby till that time and a new date would be set for [redacted] to go to Springfield. [redacted] spoke to [redacted] on Monday, November 6, 1972, and was told that he had a meeting with HYDE in regards to the December date - and would be kept posted.

HYDE and his man in Springfield will only accept cash payments for their fees which, if the program is accepted by Illinois, would be a continuing arrangement as long as Illinois retained the program.

airtel

12/22/72

To: SAC, New York (166-3462)

From: For the Acting Director, FBI
W. Mark Felt
Acting Associate Director

[redacted] aka;
ITAR - BRIBERY
OO: New York

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[redacted]
ITAR - BRIBERY
OO: New York

Re New York teletype 12/15/72 and Bureau telephone call 12/22/72.

Attached are two copies of a memorandum from Attorney General Richard G. Kleindienst dated 12/21/72.

This is to confirm reBucal by which New York was advised of the receipt of authority for New York to employ a body recording device on the person of [redacted] to record, with his consent, conversations expected to take place with [redacted] relating to your investigation of an alleged violation of Title 18, United States Code, Section 1952 and related offenses.

At this time Departmental authority has not been granted for New York to equip [redacted] with a body recording device to record conversations he may have with [redacted]. In the event the factual situation with respect to [redacted]

Enclosures (2)

REC-72

166-6627-4

J&K

DEC 27 1972

MAILED 9
DEC 22 1972
FBI

EDH:jjo
159(5) NO 1973

XEROX

DEC 29 1972

MAIL ROOM ☒ TELETYPE UNIT ☐

RECORDED COPY FILED IN
6054-1

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166-

- Felt _____
- Baker _____
- Callahan _____
- Cleveland _____
- Conrad _____
- Dalbey _____
- Gebhardt _____
- Jenkins _____
- Marshall _____
- Miller, E.S. _____
- Purvis _____
- Soyars _____
- Walters _____
- Tele. Room _____
- Mr. Kinley _____
- Mr. Armstrong _____
- Ms. Herwig _____
- Mrs. Neenan _____

airtel to NewYork
re [redacted]

involvement in resolving [redacted] situation with the
[redacted] clearly indicates [redacted] is acting
unlawfully, you should consider requesting authority to utilize
a body recording device at that time.

New York is also authorized to monitor [redacted]
telephone conversations, with his written permission, as they
relate to the kickback allegations involving Illinois State
officials.

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The above cited authorizations will continue for
30 days commencing 12/21/72. Upon termination of the 30-day
period, prepare a letterhead memorandum setting forth pertinent
information development through utilization of the body recording
device and through the monitoring of [redacted] telephone.

DEC 21 1972

Acting Director
Federal Bureau of Investigation

The Attorney General

Request for Authority to Continue to Use
Body Recording Device in Interstate
Transportation in Aid of Racketeering
Investigation, New York, New York

[redacted] aka ;
ITAR - BRIBERY
OO: New York

PAT BROWN;
[redacted]

ITAR - BRIBERY
OO: New York

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This is in response to a request seeking authority to continue to use a body recording device on the person of [redacted] to record, with his consent, conversations expected to take place with [redacted]. This will be done in connection with an investigation of interstate transportation in aid of racketeering, in violation of 18 U.S.C. 1952 and related offenses.

If you deem it appropriate, you are authorized to utilize a recording device on the person of [redacted] to record, with his consent, conversations with [redacted] for the purpose of obtaining corroboration sufficient to prove interstate transportation in aid of racketeering under 18 U.S.C. 1952 and related offenses. This authorization is valid for an additional thirty (30) days from the date of this memorandum.

[redacted]

RICHARD G. KLEINDIENST
Attorney General

DEC 21 1972

DATE

1 - XEROX

DEC 29 1972

166-6129-4

SPECIAL INVESTIGATIVE DIVISION
12/15/72

This pertains to an Interstate Transportation in Aid of Racketeering - Bribery investigation wherein allegations have been received of proposed "kickbacks" to Illinois State public officials including Illinois State Senator Henry Hyde in connection with the purchase of a computer welfare program for the State of Illinois from individuals in New York.

[redacted] a New York City [redacted] and hoodlum associate, is acting as a middleman in these negotiations. He has been cooperative in this and in other Bureau bribery cases and prior Attorney General authority has been granted to equip him with a recording device in these matters. [redacted] was recently [redacted]

[redacted] and one [redacted] has advised [redacted] that he has spoken to [redacted], and that [redacted] could [redacted] case with [redacted]

New York requests a 30-day extension of authority to use a body recorder on [redacted] with his consent, in connection with [redacted]

New York also requests authority for 30 days to use a recording device on [redacted] to record conversations with [redacted] and others in connection with [redacted] matter in [redacted]

The New York office will be granted authority to monitor and record telephone conversations with consent of [redacted] in connection with these bribery attempts. The Department is being contacted and the Attorney General's written authority for utilization of a body recorder in connection with these matters will be requested.

FJS:jjo

WKK
JER

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FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

DEC 15 1972

TELETYPE

Mr. Conrad _____
Mr. Dalbey _____
Mr. Gebhardt _____
Mr. Jenkins _____
Mr. Marshall _____
Mr. Miller, E.S. _____
Mr. Purvis _____
Mr. Soyars _____
Mr. Walters _____
Tele. Room _____
Mr. Kinley _____
Mr. Armstrong _____
Ms. Herwig _____
Mr. Neenan _____

NR008 NY CODE

355 AM NITEL 12-15-72 JMC

TO DIRECTOR

FROM NEW YORK 166-3462 3-P

[REDACTED] AKA, ITAR DASH BRIBERY, OO-NY (NYFILE ONE SIXTY
SIX DASH THREE FOUR SIX TWO) [REDACTED] ITAR DASH
BRIBERY, OO-NY (NYFILE ONE SIXTY SIX DASH NEW).

REBUAIRTEL TO NEW YORK, NOVEMBER SEVENTEEN, LAST.

ON DECEMBER FOURTEEN, INSTANT [REDACTED] WAS IN
TELEPHONIC CONTACT WITH [REDACTED] WHO IS PRESENTLY IN
NY [REDACTED] DURING THIS
CONVERSATION, WHICH WAS RECORDED BY BUREAU AGENTS, [REDACTED] ADVISED
[REDACTED] THAT HE SPOKE TO STATE SENATOR HENRY HYDE OF ILLINOIS AND
NOW THAT THINGS HAVE QUIETED DOWN AFTER THE ELECTION, THEY COULD
BEGIN TO FINISH UP THE DEAL RE THE COMPUTER PROGRAM FOR THE STATE
OF ILLINOIS.

IN ADDITION TO THE ABOVE, [REDACTED] STATED THAT THE HAS
SPOKEN TO [REDACTED] WHO
STATED TO HIM THAT AS SOON AS [REDACTED] COULD COME TO THE COAST, HE
WOULD MEET WITH HIM, SO THAT THEY MIGHT RESOLVE [REDACTED]

END PAGE ONE

FURTHER ADVISED

JAN 1 1973

11 DEC 27 1972

54 JAN 8 1973

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166-6029-1
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b7D

PAGE TWO

[REDACTED] THAT HE WOULD BE GOING TO CALIFORNIA IN THE LATTER PART OF THIS WEEK OR THE FIRST PART OF NEXT WEEK.

FOR THE INFORMATION OF BUREAU, [REDACTED] IS CURRENTLY IN

[REDACTED]

[REDACTED]

[REDACTED] PREVIOUSLY ADVISED [REDACTED] THAT [REDACTED] COULD

[REDACTED]

ON DECEMBER FOURTEEN, INSTANT, FACTS OF THE CASE CONCERNING [REDACTED] WERE PRESENTED TO AUSA RICHARD BEN-VENISTE, CHIEF OF THE OFFICIAL CORRUPTION SECTION, US ATTORNEYS OFFICE FOR THE SDNY, WHO ADVISED THAT THESE FACTS CONSTITUTE A VIOLATION OF ITAR DASH BRIBERY STATUE AND REQUESTED APPROPRIATE INVESTIGATION BE CONDUCTED BY BUREAU.

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REQUESTS OF THE BUREAU:

IT IS REQUESTED THAT BUREAU OBTAIN AUTHORITY FROM THE DEPARTMENT OF JUSTICE FOR THE USE OF BODY RECORDER TO BE WORN ON THE PERSON OF [REDACTED] TO RECORD, WITH HIS CONSENT, CONVERSATIONS WITH [REDACTED] AND OTHERS YET UNKNOWN FOR

END PAGE TWO

PAGE THREE

PURPOSES OF OBTAINING CORROBORATING TESTIMONY. BUREAU AUTHORITY IS ALSO REQUESTED FOR NEW YORK TO MONITOR AND RECORD TELEPHONE CONVERSATIONS WITH CONSENT OF [REDACTED]

IN ADDITION, IT IS REQUESTED THAT BUREAU OBTAIN THIRTY DAY EXTENTION OF AUTHORITY FROM DEPARTMENT OF JUSTICE FOR USE OF BODY RECORDER TO BE WORN ON THE PERSON OF [REDACTED] WITH HIS CONSENT, FOR PURPOSE OF OBTAINING ADDITIONAL CORROBORATING TESTIMONY IN THE MATTER OF [REDACTED] AKA; ITAR DASH BRIBERY (NYFILE ONE SIXTY SIX DASH THREE FOUR SIX TWO). BUREAU AUTHORITY IS ALSO REQUESTED FOR NEW YORK TO MONITOR AND RECORD TELEPHONE CONVERSATIONS WITH CONSENT OF [REDACTED]

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b7C
b7D

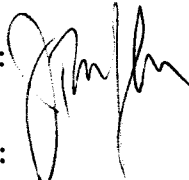
END

UNITED STATES GOVERNMENT

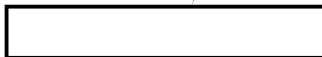
Memorandum

TO : ACTING DIRECTOR, FBI

DATE: 1/23/73

FROM :  SAC, NEW YORK (166-3462) (P)

SUBJECT:

 aka;

ET AL
ITAR - BRIBERY
(OO:NY)

b6
b7C

ReBuairtel to New York, dated 12/22/72.

Enclosed find self-explanatory original and five
copies of an LHM suitable for dissemination.

ENCLOSURE

REC-49

2 - Bureau
1 - New York

WLF:jmj
(3)



53 FEB 5 1973

53 FEB 5 1973

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION
New York, New York

January 23, 1973

In Reply, Please Refer to
File No.

New York file 166-3462

[redacted] Also Known As;
And Others
Interstate Transportation in
Aid of Racketeering - Bribery

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b7D

The following information concerns recorded conversation between [redacted] New York, New York, a financial consultant with individuals named below on dates indicated:

On [redacted] telephonically contacted [redacted] in Chicago and asked him if he had been in touch with Henry Hyde. [redacted] stated that he was going to get in touch with Hyde.

On [redacted] telephonically contacted [redacted] in Chicago and asked him if he had heard from Henry Hyde. [redacted] replied that Hyde was meeting with a guy in the early part of January regarding this matter and asked [redacted]

On [redacted] was in telephonic contact with [redacted] New York, New York, at which time [redacted] advised that the program was built for the Illinois [redacted] and that he wished to have breakfast with [redacted] some morning as he did not wish to discuss the matter over the phone.

SPECIAL INVESTIGATIVE DIVISION
January 24, 1973

Our New York office is conducting an Interstate Transportation in Aid of Racketeering (ITAR) - Bribery investigation wherein allegations have been received of possible "kickback" fees to Illinois public officials in connection with the purchasing of a computerized welfare plan for the State of Illinois.

The Attorney General authorized [redacted] to utilize a body recording device in connection with this matter for a 30 day period commencing December 21, 1972.

At this time, our New York office requests a 30-day extension for Olsberg, who is cooperating with the FBI, to utilize a recording device during a proposed meeting with [redacted] who is associated with [redacted]

[redacted] in an effort to develop corroborative evidence to support allegations of ITAR - Bribery violations.

It is recommended that the Department be contacted to obtain the Attorney General's authorization for this coverage for a period of 30 days.

EDH: bag bag

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b7D

NR027 NY CODE

959PM NITEL 1-23-73 CJR

TO ACTING DIRECTOR

FROM NEW YORK 166-3462

1P

Handwritten: 2/10/73

Mr. Felt	
Mr. Baker	
Mr. Callahan	
Mr. Cleveland	
Mr. Conrad	
Mr. DeLoach	
Mr. Mohr	
Mr. Parsons	
Mr. Rosen	
Mr. Sullivan	
Mr. Tavel	
Mr. Trotter	
Tele. Room	
Mr. Holmes	
Mr. Gandy	

known as

Office of Origin

AKA: ET AL, ~~ITAR-BRIBERY~~, ~~OO-NEW YORK~~.
 Interstate Transportation in Aid of Racketeering

166-6029-4
RE BUREAU AIRTEL TO NEW YORK, DECEMBER TWO TWO, LAST.

ON [REDACTED] LAST, [REDACTED] WAS IN

TELEPHONIC CONTACT WITH [REDACTED] WHO ADVISED HIM THAT

[REDACTED] ADVISED [REDACTED] THAT HE DIDN'T

WANT TO TALK ON PHONE AND WOULD MEET HIM SOMEDAY FOR BREAKFAST
WHEN THEY MIGHT BE ABLE TO TALK.

REQUEST OF THE BUREAU

IT IS REQUESTED THAT BUREAU OBTAIN THIRTY DAY EXTENSION
FROM THE DEPARTMENT OF JUSTICE FOR USE OF BODY RECORDER TO
BE WORN OF THE PERSON OF [REDACTED] WITH HIS CONSENT,
FOR THE PURPOSE OF OBTAINING ADDITIONAL CORROBORATING TESTIMONY.

END

REC-32

ST-113

JAN 29 1973

UNITED STATES GOVERNMENT

DEPARTMENT OF JUSTICE

Memorandum

TO : Acting Director
Federal Bureau of Investigation

DATE: JAN 29 1973

FROM : The Attorney General

ET AL.
ITAR - BRIBERY
OO: New York

SUBJECT: Request for Authority to Use Body
Recording Device in Interstate Transportation
in Aid of Racketeering Investigation, New
York, New York

Mr. Felt	
Mr. Baker	
Mr. Callahan	
Mr. Cleveland	
Mr. Conrad	
Mr. Dalbey	
Mr. Gebhardt	
Mr. Jenkins	
Mr. Marshall	
Mr. Miller, E.S.	
Mr. Purvis	
Mr. Severs	
Mr. Walters	
Tele. Room	
Mr. Kinley	
Mr. Armstrong	
Ms. Herwig	
Mrs. Neenan	

This is in response to a request seeking authority to use a body recording device on the person of [redacted] to record, with his consent, conversations expected to take place with [redacted]. This will be done in connection with an investigation of interstate transportation in Aid of Racketeering, in violation of 18 U.S.C. 1952 and related offenses.

If you deem it appropriate, you are authorized to utilize a recording device on the person of [redacted] to record, with his consent, conversations with [redacted] for the purpose of obtaining corroboration sufficient to prove interstate transportation in aid of racketeering in violation of 18 U.S.C. 1952 and related offenses. This authorization is valid for thirty (30) days from the date of this memorandum.

Richard G. Kleindienst
RICHARD G. KLEINDIENST
Attorney General

EXP. PROC.
32 JAN 29 1973

ST-100

DATE 1/29/73
REC-18
MCT-49

14 JAN 29 1973

58 FEB 6 1973

NA
9/6
1/26/73

COMMUNICATION
SECTION

mxw

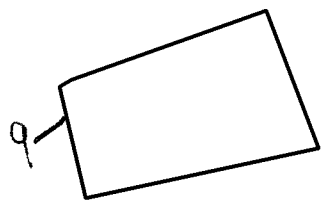
Mr. Felt	_____
Mr. Baker	_____
Mr. Callahan	_____
Mr. Cleveland	<input checked="" type="checkbox"/>
Mr. Conrad	<input checked="" type="checkbox"/>
Mr. Dalbey	_____
Mr. Gebhardt	_____
Mr. Jenkins	_____
Mr. Marshall	_____
Mr. Miller, E.S.	_____
Mr. Purvis	_____
Mr. Soyars	_____
Mr. Walters	_____
Tele. Room	_____
Mr. Kinley	_____
Mr. Armstrong	_____
Ms. Herwig	_____
Mrs. Neenan	_____

NR 031 NY PLAIN

640PM NITEL 1-26-73 KPR

TO ACTING DIRECTOR

FROM NEW YORK (166-3462) (P) 1P



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b7C



AKA; ET AL, ITAR-BRIBERY

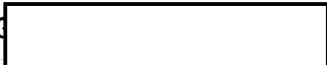
RE NEW YORK TEL TO BUREAU, DATED JANUARY TWO THREE, LAST.

FOR THE INFORMATION OF THE BUREAU, SUBJECT'S NAME IN

REFERENCED COMMUNICATION INADVERTENTLY SPELLED



BUREAU NOTE CORRECT SPELLING



END

166-3462-7

~~NOT FOR RELEASE~~

23 JAN 29 1973

CONSOLIDATION

FEB 8 1973

vh

166-3462-7

airtel

1/29/73

To: SAC, New York (166-3462)

From: Acting Director, FBI

[redacted] aka

ET AL.
ITAR - BRIBERY
OO: New York

166-6027-6
Re New York teletypes 1/23/73 and 1/26/73 and Bureau
telephone call 1/29/73.

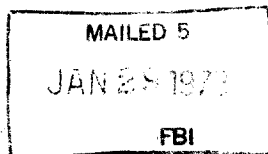
Attached are two copies of a memorandum from Attorney
General Richard G. Kleindienst, dated 1/29/73.

This is to confirm reBucal by which New York was
advised of the receipt of authority from the Attorney General of
the United States for Herbert Olsberg to utilize a body recording
device for a period of 30 days commencing 1/29/73.

New York is to insure that the provisions governing
the use of the body recording device as specified in attached
memorandum from the Attorney General are strictly complied with.
Upon termination of the authorized 30-day period, New York is
to prepare a letterhead memorandum suitable for dissemination
setting out the significant details of information developed
through use of this investigative technique.

Enclosures (2)

ENCLOSURE



REC-14

166-6029-9
23 JAN 31 1973

Felt _____
Baker _____
Callahan _____
Cleveland _____
Conrad _____
Dalbey _____
Gebhardt _____
Jenkins _____
Marshall _____
Miller, E.S. _____
Purvis _____
Soyars _____
Walters _____
Tele. Room _____
Mr. Kinley _____
Mr. Armstrong _____
Ms. Herwig _____
Mrs. Neenan _____

EDH:jjj

7 FEB 6 1973

MAIL ROOM ☐ TELETYPE UNIT ☐

UNITED STATES GOVERNMENT

DEPARTMENT OF JUSTICE

Memorandum

TO : Acting Director
Federal Bureau of Investigation

DATE: JAN 25 1973

FROM : The Attorney General

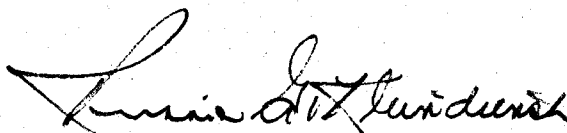
[REDACTED] aka
ET AL.
ITAR - BRIBERY
OO: New York

SUBJECT: Request for Authority to Use Body
Recording Device in Interstate Transportation
in Aid of Racketeering Investigation, New
York, New York

b6
b7C
b7D

This is in response to a request seeking authority to use a body recording device on the person of [REDACTED] to record, with his consent, conversations expected to take place with [REDACTED]. This will be done in connection with an investigation of interstate transportation in Aid of Racketeering, in violation of 18 U.S.C. 1952 and related offenses.

If you deem it appropriate, you are authorized to utilize a recording device on the person of [REDACTED] to record, with his consent, conversations with [REDACTED] for the purpose of obtaining corroboration sufficient to prove interstate transportation in aid of racketeering in violation of 18 U.S.C. 1952 and related offenses. This authorization is valid for thirty (30) days from the date of this memorandum.



RICHARD G. KLEINDIENST
Attorney General

1/29/73.
DATE

ENCLOSURE

6-6629-9

UNITED STATES GOVERNMENT

Memorandum

TO : ACTING DIRECTOR, FBI

DATE: 2/5/73

FROM : *SPM/lm* SAC, NEW YORK (166-³⁴⁶²3456) (P)

SUBJECT: aka
ITAR - BRIBERY
(OO: NY)

b6
b7C

ReBuairtel to NY, dated 12/22/72 and NYteletype
to Bureau, dated 1/23/73. *166-6127-7*

Enclosed for the Bureau are six copies of a
self-explanatory LHM regarding above captioned case.

EX-105

REC-76

166-6127
2 - Bureau (Encls. 6)
1 - New York

WLF:kcb
(3)

14 FEB 7 1973



SAS
MAY 17 1973 Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

BC



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

New York, New York

February 5, 1973

In Reply, Please Refer to
File No.

³⁴⁶²
Nyfile 166-3456

[REDACTED]
Also Known As

The following information concerns recorded
conversations between [REDACTED] New York, New York,
[REDACTED] with individuals named below on the
dates indicated:

On [REDACTED] was in telephonic
contact with [REDACTED] in Chicago at which time they
discussed Senator Henry Hyde and the [REDACTED]
[REDACTED]

On [REDACTED] was again in
telephonic contact with [REDACTED] regarding Senator Henry
Hyde.

On [REDACTED] was in
telephonic contact with [REDACTED] New York, New York, at
which time they had conversation referring to the [REDACTED]
[REDACTED]

b6
b7C
b7D

- 1* -

ENCLOSURE

Federal Bureau of Investigation

, 1973

☐ Director ☐ Mr. Kinley, 5633
☐ Mr. Felt, 5744 ☐ Mr. Armstrong, 5633
☐ Mr. Baker, 5734 ☐ Mrs. Neenan, 5633
☐ Mr. Callahan, 5525 ☐ Telephone Room
☐ Mr. Cleveland, 1742
☐ Mr. Conrad, 7621 ☐ Mr. Bowers, 5630
☐ Mr. Gebhardt, 5706 ☐ Mr. Hauer, 4718
☐ Mr. Jenkins ☐ Mr. Heim, 4264
☐ Mr. Marshall, 7746 ☐ Mr. Herington
☐ Mr. Miller, 1026 9&D
☐ Mr. Mintz, 5642 ☐ Corres. Review, 5533
☐ Mr. Soyars, 3114 IB ☐ Mail Room, 5531
☐ Mr. Thompson, 4130 IB ☐ Teletype
☐ Mr. Walters, 5256 ☐ Personnel Records
☐ ☐ Mechanical Section

☐ Mr. Campbell
☐ Mr. Bassett ☐ For appropriate
☐ ☐ action
☐ ☐ For your approval
☐ Miss Tschudy ☐ Initial and return
☐ Mrs. Mutter ☐ Please call me
☐ Miss Downing ☐ For information
☐ Miss Southers

M _____

Room _____

I TOLD
 CLEVELAND TO
 GO AHEAD

7

W. M. Felt
 Room 5744, Extension 3351

SPECIAL INVESTIGATIVE DIVISION

March , 1973

Our New York office is conducting an Interstate Transportation in Aid of Racketeering (ITAR) - Bribery investigation wherein allegations have been received of possible "kickback" fees to Illinois public officials in connection with the purchasing of a computerized welfare plan for the State of Illinois.

The Attorney General authorized [redacted] to utilize a body recording device in connection with this matter for a 30-day period commencing [redacted]. A second authorization for a 30-day period was obtained on [redacted].

At this time, our New York office requests a 30-day extension for [redacted] who is cooperating with the FBI, to utilize a recording device during a proposed meeting with [redacted], who is associated with [redacted].

In an effort to develop corroborative evidence to support allegations of ITAR - Bribery violations.

It is recommended that the Department be contacted to obtain the Attorney General's authorization for this coverage for a period of 30 days.

EDH:jmj

b6
b7C
b7D

Handwritten notes:
7/7/73
7/10/73
7/13/73
WVC
JCK
BCK

NR021 NY CODE

522PM NITEL 3-2-73 CJR

TO ACTING DIRECTOR

FROM NEW YORK 166-3462

1P P

also known as
RICHARD BYRNES AKA; ET AL, ~~INTER~~ BRIBERY, ~~IN~~ NEW YORK

Office of Origin

Mr. Baker	_____
Mr. Callahan	_____
Mr. Cleveland	✓
Mr. Conrad	_____
Mr. Gebhardt	_____
Mr. Jenkins	_____
Mr. Marshall	_____
Mr. Miller, E.S.	_____
Mr. Parris	_____
Mr. Spence	_____
Mr. Tamm	_____
Mr. Trotter	_____
Mr. W.C. Sullivan	_____
Mr. Evans	_____
Mr. Harrison	_____
Mr. Herlihy	_____
Mr. Mintz	_____
Mrs. Neenan	_____

RE NEW YORK LETTER TO BUREAU, FEBRUARY FIFTH, LAST.

ON MARCH SECOND, INSTANT, [REDACTED] NEW YORK,

NEW YORK, ADVISED THAT HE WAS IN CONTACT WITH [REDACTED]

REGARDING [REDACTED]

[REDACTED] WANTS TO MEET WITH [REDACTED]

LATER NEXT WEEK TO DISCUSS

DETAILS OF [REDACTED] NYO WILL COVER THIS MEETING. BUREAU [REDACTED]

WILL BE KEPT ADVISED.

REQUEST OF THE BUREAU

IT IS REQUESTED THAT BUREAU OBTAIN THIRTY DAY EXTENSION
OF AUTHORITY FROM DEPT. OF JUSTICE FOR USE OF BODY RECORDER
TO BE WORN ON THE PERSON OF [REDACTED] WITH HIS CONSENT, FOR
PURPOSE OF OBTAINING ADDITIONAL CORROBORATING TESTIMONY
IN THIS MATTER.

END

ST-111

REC-88

166-6029-10X
MAR 9 1973

57 MAR 16 1973

b6
b7C
b7D

UNITED STATES GOVERNMENT

Memorandum

b6
b7C

TO : ACTING DIRECTOR, FBI

FROM : *[Signature]* SAC, NEW YORK (166-3462)

SUBJECT: *[Redacted]* aka
ITAR - BRIBERY
(OO:NY)

DATE: 3/6/73

Re NY letter to Bureau, dated 2/5/73.

Enclosed for the Bureau are six copies of
a self explanatory LHM regarding above captioned
case.

REC-141

1cc B&D
2- Bureau (Encls. 6)
1- New York

WLF:jmw
(3)

ENCLOSURE

EX-117

21 MAR 8 1973

NAVE

70 MAR 14 1973



5010-108

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
New York, New York
March 6, 1973

In Reply, Please Refer to
File No. NY 166-3462

[REDACTED]

Also Known As

No conversations were recorded between
[REDACTED] New York, New York and subjects
regarding this matter since January 16, 1973.

b6
b7C
b7D

146 - 11
ENCLOSURE

Memorandum

TO : Acting Director
Federal Bureau of Investigation

DATE: MAR 6 1973

FROM : The Attorney General

ET AL.
ITAR - BRIBERY
OO: New York

SUBJECT: Request for Authority to Use Body Recording
Device in Interstate Transportation in Aid
of Racketeering
Investigation, New York, New York

Mr. Felt	_____
Mr. Baker	_____
Mr. Callahan	_____
Mr. Cleveland	✓
Mr. Conrad	_____
Mr. G. J. Ford	_____
Mr. Jenkins	_____
Mr. Marshall	_____
Mr. Miller, E.S.	_____
Mr. Severs	_____
Mr. Thompson	_____
Mr. Tavel	_____
Tele. Room	_____
Mr. Holmes	_____
Mr. Armstrong	_____
Mr. Bowers	_____
Mr. Horigton	_____
Ms. Herwig	_____
Mr. Mintz	_____
Mrs. Neenan	_____

This is in response to a request seeking authority to use a body recording device on the person of [redacted] to record, with his consent, conversations expected to take place with [redacted]. This will be done in connection with an investigation of interstate transportation in aid of racketeering, in violation of 18 U.S.C. 1952 and related offenses.

If you deem it appropriate, you are authorized to utilize a recording device on the person of [redacted] to record, with his consent, conversations with [redacted] for the purpose of obtaining corroboration sufficient to prove interstate transportation in aid of racketeering in violation of 18 U.S.C. 1952 and related offenses. This authorization is valid for thirty (30) days from the date of this memorandum.

Richard G. Kleindienst
RICHARD G. KLEINDIENST
Attorney General

ST-104

REC-40

DATE

166-6024 12

MAR 9 1973

55 MAR 15 1973

EXP. PROC. 32 MAR 6 1973

airtel

3/6/73

To: SAC, New York (166-3462)

From: Acting Director, FBI

96
[redacted] aka
ET AL.
ITAR - BRIBERY
OO: New York

2
b6
b7C
b7D

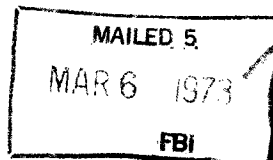
Re New York teletype 3/2/73 and Bureau telephone call 3/6/73.

Attached are two copies of a memorandum from the Attorney General dated 3/6/73.

This is to confirm reBucal by which New York was advised of the receipt of authority from the Attorney General of the United States to utilize a body recording device on the person of [redacted] in connection with this matter. New York is to insure that the provisions governing the use of the recording device as contained in attached memorandum are strictly complied with.

This authorization is valid for 30 days commencing 3/6/73. Upon termination of this authority, New York is to prepare a letterhead memorandum suitable for dissemination setting out pertinent details of information developed through use of this investigative technique.

Enclosures (2)



ENCLOSURE

EDH:jjo
(4)

MAIL ROOM ☐ TELETYPE UNIT ☐

REC-3

166-6029-13
19 MAR 7 1973

Mr. Felt _____
Mr. Baker _____
Mr. Callahan _____
Mr. Cleveland _____
Mr. Conrad _____
Mr. Gebhardt _____
Mr. Jenkins _____
Mr. Marshall _____
Mr. Miller, E.S. _____
Mr. Purvis _____
Mr. Soyars _____
Mr. Walters _____
Tele. Room _____
Mr. Kinley _____
Mr. Armstrong _____
Mr. Bowers _____
Mr. Herington _____
Ms. Herwig _____
Mr. Mintz _____
Mrs. Neenan _____

Acting Director
Federal Bureau of Investigation

The Attorney General

Request for Authority to Use Body Recording
Device in Interstate Transportation in Aid
of Racketeering
Investigation, New York, New York

This is in response to a request seeking authority to use a body recording device on the person of [redacted] to record, with his consent, conversations expected to take place with [redacted]. This will be done in connection with an investigation of interstate transportation in aid of racketeering, in violation of 18 U.S.C. 1952 and related offenses.

If you deem it appropriate, you are authorized to utilize a recording device on the person of [redacted] to record, with his consent, conversations with [redacted] for the purpose of obtaining corroboration sufficient to prove interstate transportation in aid of racketeering in violation of 18 U.S.C. 1952 and related offenses. This authorization is valid for thirty (30) days from the date of this memorandum.

b6
b7C
b7D

Richard G. Kleindienst

RICHARD G. KLEINDIENST
Attorney General

MAR 3 1957

DATE

144-602113
ENCLOSURE

UNITED STATES GOVERNMENT

Memorandum

TO :

ACTING DIRECTOR, FBI

FROM :

SAC, NEW YORK (166-3462)

DATE: APR 20 1973

SUBJECT:

[REDACTED] aka
ITAR - BRIBERY
(OO:NY)

ReNYlet to Bureau, dated 3/6/73.

Enclosed for the Bureau are 6 copies of a self-explanatory LHM, regarding above captioned case.

b6
b7C
b7D

On 3/30/73, [REDACTED] was [REDACTED] advised that [REDACTED] and therefore, he would have to wait until [REDACTED] enough for them to meet regarding Senator HENRY HYDE.

EX-105

REC-23

6021 E
5 APR 23 1973

2 - Bureau (Encls. 6)
1 - New York
58 APR 27 1973

ENCLOSURE

WLF:nl
(3)

~~NAILED~~

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan





UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
New York, New York

APR 20 1973

In Reply, Please Refer to
File No.

[REDACTED]

Also Known As

b6
b7C
b7D

[REDACTED] No conversations were recorded between [REDACTED]
New York, New York, and subjects regarding this
matter since March 6, 1973.

100-69241-18
ENCLOSURE

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE JUL 9 1973	INVESTIGATIVE PERIOD 11/7/72-6/19/73
TITLE OF CASE [redacted] aka: HENRY HYDE; [redacted] aka; [redacted] aka		REPORT MADE BY [redacted]	TYPED BY jtc
		CHARACTER OF CASE ITAR-BRIBERY	

REFERENCES:

NYlet to Bu, dated 11/8/72.
 NYlet to Bu, dated 5/3/73.

-P--

photo
 CC TO: W.H. House
 REQ. REC'D 8-11-83
 AUG 16 1983
 ANS.
 BY: Johnson / ACH

b6
 b7C
 b7D

ADMINISTRATIVE

Reporting period is lengthy, however, this matter has been investigated continuously and extensively.

On 11/17/73, Attorney General RICHARD KLEINDIENST authorized the use of a body recording device on the person of [redacted] to intercept and record pertinent conversations between [redacted] HENRY HYDE, [redacted] and [redacted] for the purpose of obtaining evidence of

ACCOMPLISHMENTS CLAIMED						<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN:
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES			
								PENDING OVER ONE YEAR <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED <i>JFM/Am</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE: 3 -- Bureau 1 -- USA, SDNY (ATTN: [redacted]) 1 -- Strike Force, SDNY (ATTN: [redacted]) 2 -- Chicago (166-new) 2 -- Springfield (166-new) 2 -- New York (166-3462)		10 JUL 11 1973 REC 22 166-3462-19	
Dissemination Record of Attached Report		Notations	
Agency	2 CC, AAG, Criminal Div. of Justice	<i>166-3462-19</i> <i>166-3462-19</i>	
Request Recd.	Division, Organized Crime & Racketeering Section		
Date Fwd.	Room 2247		
How Fwd.	By 55 JUL 18 1973		
By			

-A-
COVER PAGE

NY 166-3462

ADMINISTRATIVE (Cont'd)

violations of the ITAR Statute and related offenses. This authority is for a period of 30 days commencing 11/15/72.

On 12/22/73, Attorney General RICHARD G. KLEINDIENST authorized a 30 day extension for use of body recorder regarding this matter.

On 1/29/73, supra authorized the use of a body recorder for 30 days in this matter.

On 3/6/73, supra authorized use of body recorder regarding this matter for 30 days. b6
b7C

Transcripts and tapes of recorded conversations being kept in NY file and are not included in this report for reasons of brevity. AUSA BEN-VENISTE, SDNY, being provided copies of these transcripts.

LEADS

CHICAGO

AT CHICAGO, ILLINOIS. 1. Will conduct discreet background investigation regarding State Senator HENRY HYDE.

2. Will attempt to ascertain relationship between Banner Investigation Company, Chicago, Illinois, and Senator HENRY HYDE.

SPRINGFIELD

AT SPRINGFIELD, ILLINOIS. Will discreetly ascertain through known sources whether or not the Department of Public Aids, State of Illinois, is presently under contract with individuals from Computer Specifics Corporation, 353 West 57th Street, New York, New York.

NEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with USA's Office regarding feasibility of conducting investigation regarding this matter.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, SDNY (ATTN: RICHARD BEN-VENISTE)
1 - Strike Force, SDNY (ATTN: MICHAEL EBERHARDT)

Report of: [REDACTED]

Office: New York, New York

Date: JUL 9 1973

Field Office File #: 166-3462

Bureau File #:

Title:

HENRY HYDE: JOSEPH

b6
b7C
b7D

Character: INTERSTATE TRANSPORTATION IN AID OF RACKETEERING-
BRIBERY

Synopsis:

On 11/7/72, [REDACTED] advised of the plan to pay kickback of 20% to all state officials for their aid in securing contact for New York Firms Computer Program. On 11/8/72, AUSA, SDNY, advised the facts of the matter constitute violation of ITAR-BRIBERY Statute. On [REDACTED] Chicago, Illinois, telephonically advised [REDACTED] On 1/10/73, AUSA, NY, advised that care should be taken as not to alarm subject under investigation. Additional investigation by NY and Portland set forth.

-P-

DETAILS:

This investigation predicated on information provided by [REDACTED] indicating a scheme to pay kickback to all state officials.

19

WLF:jtc

1.

NY 166-3462

On November 8, 1972, facts of this case were presented to Assistant United States Attorney (AUSA) RICHARD BEN-VENISTE, Chief of the Official Corruption Section, United States Attorney's Office for the Southern District of New York (SDNY), who advised that these facts constitute a violation of Interstate Transportation in Aid of Racketeering (ITAR)-Bribery Statute and requested that appropriate investigation be conducted by Bureau.

FEDERAL BUREAU OF INVESTIGATION I

Date of transcription 12/9/72

[redacted] provided Special Agent [redacted]
[redacted] the following information:

On December 5, 1972, he was in telephonic contact with [redacted] at which time [redacted] advised him that he was in contact with HENRY HYDE, and that the [redacted] deal was on and that he wished to finish it [redacted] stated that he would be in contact with him regarding this matter.

[redacted] further advised him that he had spoken to [redacted] and that [redacted] is willing to meet with him and [redacted] to see what can be done about [redacted]

b6
b7C
b7D

Interviewed on 12/5/72 at New York, New York File # NY 166-3462

by SA [redacted] jmj Date dictated 12/6/72

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency. nor duplicated within your agency.

FEDERAL BUREAU OF INVESTIGATION

1aDate of transcription 12/21/73

[redacted] was in telephonic contact with [redacted] who is presently in [redacted]. During this conversation, [redacted] advised him that he spoke to State Senator HENRY HYDE of Illinois and now that things have quieted down after the election, they can begin finishing up the deal regarding the computer program for the State of Illinois. The above conversation was recorded by Bureau Agents.

b6
b7C
b7D

Interviewed on 12/15/72 at New York, New York File # 166-3462

by SA [redacted] jtc Date dictated 12/21/73

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

FEDERAL BUREAU OF INVESTIGATION

Date of transcription **12/20/72****1**

A tape recording was made of a telephone conversation between [REDACTED] a transcript of which reads as follows:

b6
b7C
b7D

Interviewed on **12/18/72** at **Portland, Oregon** File # **PD 166-320**

by SA [REDACTED] / **cas** Date dictated **12/20/72**

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

FEDERAL BUREAU OF INVESTIGATION

Date of transcription **12/20/72****1**

A tape recording was made of a telephone conversation between [REDACTED] a transcript of which reads as follows:

b6
b7C
b7D

Interviewed on **12/19/72** at **Portland, Oregon** File # **PD 166-320**
by **SA [REDACTED] / jn/cas** Date dictated **12/20/72**

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 12/20/721

A Panasonic cassette tape recorder, Model RQ210S, serial number 33703, was connected to a telephone located in room [] telephone [] by use of a suction cup being placed on the rear portion of the earpiece.

A Uher 5000 tape recorder, serial number 232-1-36457, was connected to the above telephone by attaching wires from the recorder to terminals inside the telephone, to which the wires leading to the earpiece were connected.

A telephone conversation was simultaneously recorded on both of these recorders, involving [] and men subsequently identified by [] and [].

The above tape recorder connections were made by SA [] and monitored by SA [] through the Uher 5000 recorder.

SA [] timed the above telephone conversation, which began at 2.24 p.m. and ended at 2.27 p.m.

b6
b7C
b7D

Interviewed on 12/18/72 at Portland, Oregon File # PD 166-320

by SA []
SA [] HWH:cas Date dictated 12/20/72

FEDERAL BUREAU OF INVESTIGATION

12/22/72

Date of transcription

[redacted] telephonically contacted Special Agent (SA) [redacted] from Portland, Oregon at which time he provided the following information:

He was in telephonic contact with [redacted] at which time [redacted] advised him that he had spoken to HENRY HYDE and they were ready to get down to business regarding the computer deal with the Illinois Bureau Welfare.

b6
b7C
b7D

Interviewed on 12/20/72 at New York, New York File # 166-3462
by SA [redacted] /jad Date dictated 12/21/72

FEDERAL BUREAU OF INVESTIGATION

1Date of transcription **January 8, 1973**

A Craig cassette tape recorder, Model #2611, no visible serial number, was connected to a telephone located in the Resident Agency, Federal Bureau of Investigation, 6th and Holly Streets, Medford, Oregon, telephone number 773-2942, by use of a suction cup being placed on the rear portion of the earpiece.

A telephone conversation was recorded involving

[redacted]
and a man subsequently identified as [redacted]
[redacted]

The above tape recorder connection was made by SA

[redacted]

b6
b7C
b7D

Interviewed on **12/22/72** at **Medford, Oregon** File # **PD 166-320**

by SA **[redacted]** /jn Date dictated **12/29/72**

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

WLF:jtc

1.

NY 166-3462

On January 10, 1973, Assistant United States Attorney (AUSA) RICHARD BEN-VENISTE advised that extreme care should be taken as not to alarm subjects of the government's interest in this matter.

FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 2/12/73

On [redacted] attended a [redacted]
[redacted] meeting with [redacted] in the [redacted]
[redacted] located on [redacted]
New York, New York.

The following was observed by SA [redacted]

9:15 AM

[redacted] enters the [redacted]
and sits down at a table near the rear.

9:20 AM

A man, tentatively identified as [redacted], enters
the coffee shop and joins [redacted] at the table.

b6
b7C

9:22 AM

[redacted] order from the waitress.

10:00 AM

[redacted] is overheard mentioning the name "HYDE".

10:15 AM

Both individuals have more coffee.

10:30 AM

[redacted] leave the restaurant and proceed
east on [redacted]

10:45 AM

[redacted] separate and surveillance is
terminated.

A physical description of [redacted] as obtained from
observation is as follows:

Interviewed on 2/5/73 at New York, New York File # NY 166-346

by SA [redacted] :mxs Date dictated 2/7/73

200-1-34-2
11

Sex	Male
Race	White
Height	Six feet Two inches
Weight	235 pounds
Hair	Light Brown
Characteristics	Wears Glasses
Build	Heavy
Apparel	Wearing a gray suit

FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 2/14/73

On February 5, 1973, [redacted] provided the following information regarding a [redacted] New York, New York:

[redacted] discussed his presentation of a [redacted] program to the State of Illinois. His introduction to the Illinois State officials was made through [redacted] Chicago, Illinois, and [redacted] contact, HENRY HYDE, an Illinois State representative. HYDE arranged said meeting for [redacted] through what [redacted] had determined, the "governor's man".

[redacted] had informed him, [redacted] that there has been some changes in Illinois, due to the recent election and a new governor taking office. However, HYDE's position is unchanged and [redacted] stated that [redacted] would be able to implement his program as soon as additional meetings can be arranged.

During the meeting with [redacted] informed him that he had a pilot program going in the State of New York, and his negotiating with Massachusetts, Maine and California, regarding [redacted] programs.

[redacted] requested a meeting with [redacted] and HYDE to establish fees to be paid to them before he signed any contracts with Illinois. [redacted] stated that he would handle all payments to HYDE and [redacted] for this share. However, he wants to establish exact amounts to be paid. He also wants assurance of payments from the State of Illinois when vouchers are submitted because he does not wish to wait long intervals for payments. [redacted] expects HYDE will see that request for payments made by [redacted] would be paid promptly.

Also [redacted] discussed the past situation at EPG [redacted] New York, New York, and various principals of said corporation, i.e., [redacted] Also discussed [redacted] was [redacted]

[redacted], as well as [redacted]

Interviewed on 2/5/73 at New York, New York File # NY 166-3462

by SA [redacted] :mxs Date dictated 2/8/73

[] reminded [] that [] was questioned by the New York City Investigation Department in reference to alleged payments from EPG, Incorporated to [] for EPG's being awarded city parking violation computing contract.

He reminded [] about a meeting that took place between [] request, at which time [] felt that [] was recording their conversation and walked out of the meeting. [] was attempting to discuss the [] bribe that was originally intended to be paid to [] advised [] to be very cautious if ever questioned regarding this matter.

[] was concerned about this, as he and [] made the original contact for [] [] asked [] if [] was in a position to request that [] go no further with this matter. [] replied that [] no longer had the power to do anything, but he, [] had all the necessary connections and political muscles to thwart []

[] further stated that there is a lot of heat in New York at this time, but he still has a number of judges with "big balls" that would take care of any problems for the right people and money.

b6
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b7D

[] stated that the state in which to make money in these days, are California, Georgia and North Carolina. [] mentioned Mexico and advised that he has made numerous trips there over the last year and half and is in fact going again in a few days and will return on February 19, 1973. He will recontact [] in regards to doing further business. During the meeting, [] referred to La Cosa Nostra (LCN) connections which he distinguishes from political connections.

[] referred to a deal in the amount of [] that EPG, Incorporated entered into with the [] [] alleged that JOHN SCHWARTZ,

NY 166-3462

3

now deceased, and certain Las Vegas individuals, received \$200,000.00 of the \$400,000.00 paid for a computer program, which was a "scham".

The meeting was terminated with [] and [] agreeing to meet at a future date to discuss numerous situations. [] remarked "If you have any problems, let me know".

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FEDERAL BUREAU OF INVESTIGATION

1aDate of transcription 3/14/73

[redacted] advised that he was in contact with [redacted] regarding the [redacted] of the State of Illinois, Chicago, and he wants to meet with [redacted] next week to discuss details of [redacted]

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Interviewed on 3/2/73 at New York, New York File # NY 166-3642by SA [redacted] /jtc Date dictated 3/8/73

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

FEDERAL BUREAU OF INVESTIGATION

1.Date of transcription 4/9/73

[redacted] telephonically advised that he had
set up a meeting with [redacted] on this matter on [redacted].

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Interviewed on 3/28/73 at New York, New York File # NY 166-3462

by SA [redacted] /jtc Date dictated 4/3/73

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 4/11/73

[redacted] advised that [redacted] was
[redacted] would [redacted] therefore, he
to meet regarding Senator HENRY RICE. [redacted] for them

□

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b7DInterviewed on 3/30/73 at New York, New York File # NY 166-3462by SA [redacted] /jtc Date dictated 4/5/73

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

WLF:jtc

1.

NY 166-3462

On April 3, 1973, Assistant United States Attorney (AUSA) RICHARD BEN-VENISTE was advised of the fact that [REDACTED] has recently been a victim of [REDACTED] and that [REDACTED] would be unable to conduct any negotiations with him until [REDACTED]. Mr. BEN-VENISTE advised that until such time when [REDACTED] is [REDACTED] should be contacted to see if he could deal with [REDACTED] directly.

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FEDERAL BUREAU OF INVESTIGATION

Date of transcription 4/16/73

1. [redacted] advised that he would not be able to deal with [redacted] directly and that he would have to wait for [redacted].

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b7DInterviewed on 4/4/73 at New York, New York File # NY 166-3462by SA [redacted] Date dictated 4/10/73

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

WLF:jtc

1.

NY 166-3462

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On May 8, 1973, Assistant United States Attorney (AUSA)
RICHARD BEN-VENISTE regarding this matter and advised that no
overt investigation should be conducted at this time until
[redacted] would be able to deal personally with [redacted]

FEDERAL BUREAU OF INVESTIGATION

1.Date of transcription 6/18/73

[redacted] advised that due to his deteriorating relations with [redacted] of Chicago, he feels that he should wait before contacting [redacted] regarding this matter.

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Interviewed on 6/6/73 at New York, New York File # NY 166-3462

by SA [redacted] /jtc Date dictated 6/12/73

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

WLF:jtc

1.

NY 166-3462

On June 19, 1973, Assistant United States Attorney (AUSA) RICHARD BEN-VENISTE was contacted regarding this matter and advised that [REDACTED] should attempt to approach [REDACTED] regarding this scheme, in spite of the fact that he is in such bad graces with [REDACTED]

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FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE DEC 18 1973	INVESTIGATIVE PERIOD 8/13/73 - 12/13/73
TITLE OF CASE [redacted] aka; HENRY HYDE [redacted] aka; [redacted] aka		REPORT MADE BY [redacted]	TYPED BY drl
		CHARACTER OF CASE ITAR - BRIBERY	

REFERENCES

NYrep of SA [redacted] 7/9/73.
CGlet to New York, 10/24/73.

- P -

ADMINISTRATIVE

As of 8/13/73, [redacted]
has been temporarily [redacted]
[redacted] as he is a potential witness in several cases involving
[redacted]

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES			
							PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED JFM/DHR	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE:		166-6439-20 12 JAN 2 1974 -105	
3 - Bureau 1 - USA, SDNY (Attn: Elliot Sagor) 1 - Strike Force, SDNY (Attn: [redacted]) 1 - Chicago (166-2150) (INFO) 1 - Springfield (166-1238) (INFO) 2 - New York (166-3462)			

Dissemination Record of Attached Report		Notations
Agency	CC, AAG, Criminal Division, Organized Crime & Racketeering Section, Room 2744	NINE DATA PROC
Recd.	76 55 FEB 4 1974	

- A -
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NY 166-3462

ADMINISTRATIVE (cont'd)

On [redacted] advised that he attended a meeting with [redacted], FNU [redacted]. During this meeting he was wired for sound by the Manhattan DA's Office. At this meeting [redacted] was beaten and threatened by [redacted] and two unknown subjects.

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Due to the above, [redacted] is no longer in a position to provide further evidence regarding this matter.

On 10/26/73 AUSA ELLIOT SAGOR, SDNY, who is presently assigned this matter, was advised of this situation.

It is the opinion of AUSA SAGOR that unless further corroboration of [redacted] statements can be obtained, he would decline prosecution of this matter.

The following information was provided by the Springfield Office by official communication dated 8/9/73:

On July 31, 1973, a source in a position to know at the Department of Public Aid, State of Illinois, Springfield, Illinois, advised that at present there are no contracts or contractual relations presently in force with Computer Specifics Corporation, 353 West 57th Street, New York, New York.

[redacted] who was [redacted] the Department of Children and Family Services, left office in 1/73 due to a change in the Governor's administration and [redacted] is the present [redacted] that department.

The source who provided information concerning Department of Public Aid is [redacted], Public Aid Section, and a [redacted] (position).

- B -

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NY 166-3462

ADMINISTRATIVE (cont'd)

On 11/21/73 [] advised that he was still working with the Manhattan DA's Office regarding the [] matter.

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On 12/13/73 Special Attorney [] Strike Force, SDNY, advised that he intends to prosecute [] ET AL, for ITAR - Extortion regarding []

HYDE has a good reputation for integrity and is not known to be associated with organized crime in Chicago. [] who is very knowledgeable regarding the relationship between crime and politics in Illinois and who is very knowledgeable concerning HYDE, advised that he knows of no association between HYDE and any hoodlum figure in Illinois.

[] advised that he has reason to believe that organized crime figures have used [] as a mortgage broker in the past. This informant believed that [] had been in contact with SAM BATTAGLIA, deceased former leader of organized crime in Chicago. [] also has other business interests in the Chicago area, including the North Aurora, Illinois, Townhouse and the Sandpiper Corporation of Rockford, Illinois. All of his business operations are conducted from offices at 111 West Washington Street in Chicago, including Diversified Industries Development Corporation, a Seattle, Washington, company.

[] also advised that he understands that [] borrowed \$100,000 in order to obtain the control of Diversified Industries Development Corporation from [] in 1971. [] also is a member of the LCN in Chicago, who is also active in financial schemes with members of organized crime.

- C -

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NY 166-3462

ADMINISTRATIVE (cont'd)

No information has been developed by the Chicago Office indicating any relationship between [] and HYDE. The Chicago Office has requested logical informants and sources to remain alert for any information coming to their attention concerning the existence of such a relationship and the New York Office will be advised in the event such information is brought to the attention of the Chicago Office.

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LEADS

NEW YORK

AT NEW YORK, NEW YORK. Will interview []

2. Will interview []

3. Will present facts resulting from above interviews to AUSA SAGOR for prosecutive opinion.

- D* -

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

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Copy to: 1 - USA, SDNY (Attn: ELLIOT SACOR)
1 - Strike Force, SDNY (Attn: [redacted])

Report of: [redacted] Office: New York, New York
Date: 12/18/73

Field Office File #: 166-3462 Bureau File #:

Title: [redacted]
HENRY HYDE;
[redacted]

Character: INTERSTATE TRANSPORTATION IN AID OF RACKETEERING -
BRIBERY

Synopsis: On 10/24/73, Springfield Office provided background information regarding HENRY HYDE and [redacted] which is set forth. Investigation continuing.

- P -

DETAILS

On October 24, 1973, the Springfield Office provided the following:

HENRY HYDE is a current Illinois State Legislator from Park Ridge, Illinois, which is a western suburb of Chicago. He is currently serving his fourth term. During the early 1970s, during the regime of Governor RICHARD B. OGILVIE, HYDE served as majority leader of the Illinois House of Representatives. However, in the election of 1972, Governor OGILVIE and many Republican legislators were defeated in Illinois, and HYDE subsequently lost his post as majority leader, but remained as a legislator. On October 14, 1973, HYDE announced his candidacy for the position of chairman of the Cook County Board, another highly influential position, it being frequently referred to unofficially as the "Mayor of Cook County" (suburbs of Chicago).

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NY 166-3462

The records of the Intelligence Division of the Chicago Police Department contain information which reflects that [redacted] the Banner Mortgage Company and the Banner Investigation Company as a front for ROCCO DE STEFANO. ROCCO DE STEFANO was a member of the La Cost Nostra (LCN) in Chicago who dealt in financial rackets until his death several months ago in New York City. [redacted] the Banner Mortgage Company [redacted]

[redacted] for Internal Revenue Service (IRS) in Chicago who was convicted several years ago after he coached an associate of leaders of organized crime in Chicago as to how to evade income taxes. According to the files of the Intelligence Unit, [redacted] in 1967 resided at [redacted] in Chicago.

[redacted] reportedly was born [redacted] in [redacted]

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FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE APR 12 1974	INVESTIGATIVE PERIOD 2/28/74-3/29/74
TITLE OF CASE HENRY HYDE; [redacted] aka; [redacted] aka; [redacted] aka; <i>Richard L. Byrnes</i>		REPORT MADE BY [redacted]	TYPED BY pxc
		CHARACTER OF CASE ITAR-BRIBERY	

REFERENCENew York report of SA **[redacted]** dated 12/18/73.

-P-

LEADSNEW YORK

[redacted] AT NEW YORK, NEW YORK. Will interview **[redacted]**
[redacted] New York, New York.
 2. Will present AUSA ELLIOT SAGOR, facts of this matter
 for prosecutive opinion.

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ACCOMPLISHMENTS CLAIMED				<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:	
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES			
						PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO	
APPROVED <i>[Signature]</i>					SPECIAL AGENT IN CHARGE		DO NOT WRITE IN SPACES BELOW
COPIES MADE:					166-6021-21 MCT-27 (REC-42) CH 44 EX-112		
3 Bureau 1-USA, SDNY (ATTN: ELLIOT SAGOR) 1-Strike Force, SDNY (ATTN: [redacted]) 1-Chicago (166-2150) (INFO) 1-Springfield (166-1238) (INFO) 2-New York (166-3462)					14 APR 15 1974		
Dissemination Record of Attached Report							
Agency							
Request Recd.	2						
Date Fwd.		CC, AAG, Criminal Division					
How Fwd.		Organized Crime & Racketeering					
By		Section, Room 2744					

-A*-

COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1-USA, SDNY (ATTN: ELLIOT SAGOR)
1-Strike Force, SDNY (ATTN: [REDACTED])

Report of: [REDACTED]
Date: APR 12 1974

Office: New York, New York

Field Office File #: 166-3462

Bureau File #:

Title:

[REDACTED]
HENRY HYDE;
[REDACTED]

b6
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Character:

INTERSTATE TRANSPORTATION IN AID OF RACKETEERING - *Bribery*

Synopsis:

On 2/28/74, [REDACTED] New York, New York, advised [REDACTED] Chicago, Illinois, told him that a politician in the Governor's office would have to be paid off, regarding the State welfare contract. On 3/21/74, [REDACTED] ET AL, were indicted by Manhattan District Attorney's Office for extortion. On 3/29/74, AUSA ELLIOT SAGOR, advised that he would have to review the facts in this matter for prosecutive opinion.

-P-

DETAILS:

FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 3/12/74

On February 28, 1974, [redacted]
[redacted] New York, New York, after being advised of the identities of the interviewing agents and the nature of the interview, as well as being advised of his constitutional rights, as they appear on the Advice of Rights Waiver form, which he refused to sign, provided the following voluntarily information:

He is presently associated with [redacted] in Computer Specifics Corporation of New York, located at 353 West 57th Street, New York, New York. In June of 1972, his firm was presenting to various state agencies a new checkless, welfare computer system. [redacted] this system to the State of Illinois by sending a letter to the Department of Public Aid, State of Illinois. He knows [redacted] and was introduced to him by someone at EPG Computer Systems on Park Avenue, New York City. EPG was run by an individual by the name of [redacted]. His company, [redacted], had been dealing with EPG, and it lost \$45,000.00 to [redacted]. [redacted] had run EPG into bankruptcy. He has a personal note from [redacted] for \$3,000.00 which he lent [redacted] through [redacted]' pension fund. Sometime during June of 1972, [redacted] suggested to him that for a fee he could get [redacted] the State of Illinois' business. [redacted] stated that he would be paying off some politician in the Governor's office.

He advised [redacted] that he was willing to pay a fee to get the work in Illinois; however, he didn't want to know or really cared who was being payed off. They never did get the Illinois contract, even though [redacted] (employees) and [redacted] went to Chicago, to demonstrate this system to people in the Welfare Department, State of Illinois.

Computer Specifics presently has contracts with Health Education and Welfare (HEW) and other federal agencies. Computer Specifics never bid for jobs.

He knows [redacted] through [redacted]
[redacted] However, he never introduced [redacted] and doesn't

Interviewed on 2/28/74 at New York, New York File # NY 166-3462

SAS [redacted]
by AND [redacted] WLF:mxs Date dictated 3/6/74

NY 166-3462

2

remember if he was ever in the presence of [redacted] and [redacted] at the same time. [redacted] is a pathological liar and the whole "crew" that worked at EPG were "con man" types. His opinion is that [redacted] of EPG for a while, [redacted] and [redacted], who was also connected in one way or another with EPG, were "confidence men" and his only reason for dealing with anybody at EPG was because he was tied up business wise and needed the computer time.

In regard to the State Welfare Program of Illinois, [redacted] who he had met approximately three times, stated to him that the Governor's man had to be taken care of. [redacted] told [redacted] "fine, you take care of whoever you have to, I'll pay a fee".

A normal fee would be one to ten percent depending on the job. It generally ends up at five percent.

Regarding the \$3,000.00 that went to [redacted] this money was lent to him because he felt that it would be necessary to lend him the money in order that he could get his company's computer work done at EPG. At about this time, [redacted] asked for \$2,000.00 to pay IBM so that they might keep their doors open at EPG. [redacted] this money to [redacted] using Computers Specifics' pension funds.

The original Computers Specifics is broken down as follows:

[redacted]

[redacted] owns three percent of the stock and [redacted] owns three percent of the stock. There are two girls employed as well as seven other key personnel.

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NY 166-3462

3

He will be willing to cooperate in any way possible with the FBI.

A description of [redacted] as ascertained by observation and interview is as follows:

Name
Date of Birth
Place of Birth
Height
Weight
Eyes
Hair
Social Security Number
Residence

[redacted]

[redacted]

[redacted] New York
Telephone Number -
(914) SP 9-4060 (non-published)

Wife's Name
Children

[redacted]

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WLF:pxc

1.

NY 166-3462

On March 21, 1974, Special Attorney [REDACTED] Strike Force, Southern District of New York, advised that a Manhattan, New York, Grand Jury, has indicted RICHARD L. BYRNES, Chicago, Illinois; GEORGE P. MONAGHAN, former New York City Police Commissioner; FRANK DE STEFANO, Chicago, Illinois; RUBEN GUERRA, Chicago, Illinois; and JOSEPH SANTA MARIA, Yonkers, New York, for extortion and perjury relating to the collection of a debt from one, [REDACTED] New York, New York.

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On March 29, 1974, Assistant United States Attorney ELLIOT SAGER, Southern District of New York, was advised of the current facts of the matter at which time, he advised he would review all the facts and present a prosecutive opinion.

F B I

Date: 5/7/74

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI

FROM: SAC, NEW YORK (166-3462) (P)

SUBJECT: [REDACTED] aka;
ET AL
ITAR-BRIBERY
(OO:NY)

ReNYrep of SA [REDACTED] dated 7/9/73,
NYrep of SA [REDACTED] dated 4/12/74, and NYtel
to CG, 4/15/74.

On 5/6/74, AUSA ELLIOT SAGOR, SDNY, was advised of the facts pertaining to above captioned case at which time he indicated there was a definite violation of conspiracy to commit ITAR-BRIBERY by subjects [REDACTED] and [REDACTED]

AUSA SAGOR further advised that he would begin presentment to the FGJ, SDNY, as soon as possible.

In addition, AUSA SAGOR advised that personnel from the New York State Office of Investigations were conducting an ongoing investigation of [REDACTED] and [REDACTED] concerning their dealings with the State of New York.

It should be noted that in referenced report, dated 7/9/73, [REDACTED] NY, NY, advised that it was [REDACTED] who had the connection with HENRY HYDE, an Illinois State Representative. It was HENRY HYDE who was close to the "Governor's man." The "Governor's man" was not identified.

- 2 - Bureau
1 - Chicago (166-2150) (INFO)
1 - Springfield (166-1238) (INFO)
2 - New York

WLF:mmm

(7)

Approved: [Signature] Special Agent in Charge

Sent _____ M Per [Signature]

☆ U. S. GOVERNMENT PRINTING OFFICE: 1974

51 MAY 21 1974

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REC-88

166-6029-22

MAY 19 1974

NY 166-3462

In addition, telephone conversations between [] and [] are included in same referenced report, which referred to HENRY HYDE and [] There was no reference to the "Governor's man."

In above referenced report of 4/12/74, [] stated that [] suggested to him that for a fee he [] could get Computer Specifics, the State of Illinois business." [] further stated to him that, "he ([] would be paying off some politician in the Governor's office." [] didn't know who [] would be paying off.

AUSA SAGOR stated that he intended to bring all logical witnesses before the FGJ re this matter.

NYO has no intention to interview [] at this time and will await results of FGJ proceedings.

LEAD

NEW YORK

AT NEW YORK, NEW YORK. Will interview []
[], NY, NY.

2. Will maintain contact with AUSA SAGOR re this matter.

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FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE 7/31/74	INVESTIGATIVE PERIOD 5/6/74 - 7/30/74
TITLE OF CASE [REDACTED] aka; ET AL		REPORT MADE BY [REDACTED]	TYPED BY MXS
		CHARACTER OF CASE ITAR - BRIBERY	

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New York report of SA [REDACTED] dated 4/12/74.
New York letter to Bureau, dated 5/7/74.

- P -

ADMINISTRATIVE

Investigative period of this report is lengthy due to the fact that this matter has been under the advisement of the USA's Office, SDNY, and no additional pertinent information has been developed.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES			
APPROVED <i>IF 7/74</i>						SPECIAL AGENT IN CHARGE	
COPIES MADE:						DO NOT WRITE IN SPACES BELOW	
3 - Bureau 1 - USA, SDNY (ATT: ELLIOT G. SAGOR) 1 - Chicago (166-2150) (INFO) 1 - Springfield (166-1238) (INFO) 2 - New York (166-3462)						166- <i>100-1238</i> REC- 13 AUG 5 1974	
Dissemination Record of Attached Report							
Agency	Request Recd.						
Date Fwd.	How Fwd.						
By	56 AUG 8 1974						

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NY 166-3462

LEAD

NEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with
AUSA ELLIOT G. SAGOR, SDNY, regarding prosecution of this
matter.

- B* -

COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, SDNY (ATT: ELLIOT G. SAGOR)

Report of: [REDACTED] Office: New York, New York
Date: 7/31/74

Field Office File #: 166-3462 Bureau File #:

Title: [REDACTED]
ET AL

b6
b7C

Character: INTERSTATE TRANSPORTATION IN AID OF RACKETEERING -
BRIBERY

Synopsis: On 5/6/74, AUSA, SDNY, advised that facts of this matter indicated ~~conspiracy to violate~~ Title 18, USC, 1952. On 6/4/74, attorney for [REDACTED], requested that FBI did not interview his client due to his health.

- P -

DETAILS:

On May 6, 1974, Assistant United States Attorney (AUSA) ELLIOT G. SAGOR, Southern District of New York (SDNY), was advised of the facts pertaining to this matter, at which time he indicated there was a definite violation of conspiracy to commit Interstate Transportation in Aid of Racketeering - Bribery, Title 18, United States Code, Sections 1952 and 371.

AUSA SAGOR further advised that he would begin presentment to the Federal Grand Jury (FGJ), SDNY, as soon as possible.

In addition, AUSA SAGOR advised that investigators from the New York State Office of Investigation were conducting an ongoing investigation of [REDACTED] and [REDACTED] concerning their dealings with the State of New York.

On June 4, 1974, [REDACTED] Attorney, telephone number [REDACTED] telephonically contacted SA [REDACTED] and advised him that he was representing [REDACTED] [REDACTED] advised that his client was of very ill health. [REDACTED] requested that the Federal Bureau of Investigation (FBI) not interview [REDACTED].

NY 166-3462

On July 30, 1974, AUSA ELLIOT SAGOR, SDNY, advised that he will begin bringing the subjects in this matter before the FGJ, SDNY, in the very near future.

airtel

11/26/74

To: SAC, New York (166-3462)
From: Director, FBI (166-6029)

REC-63

[redacted] aka

ET AL
ITAR - BRIBERY
OO: New York

Re Chicago airtel to Bureau 11/21/74.

New York should furnish to the Bureau specific details relevant to the proposed interview of Congressman - Elect Henry J. Hyde and if the interview was specifically requested by the United States Attorney's Office in New York. In addition, information concerning the prosecutive potential and the subjects involved should be fully outlined in this matter.

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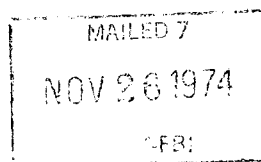
It is noted that in New York report of SA [redacted] dated 4/12/74 and captioned as above, that a Manhattan, New York, grand jury indicted Richard Byrnes as well as several others who are not involved in instant investigation for Extortion and Perjury relating to the collection of a debt from one [redacted] New York should furnish the current prosecutive status concerning this latter matter and if there is any relation to the current investigation. It initially appears there is no objection to the interview of Henry J. Hyde at this time; however, a decision will be made upon receipt of above-requested information from the New York office.

1 - Chicago (166-2150)

SEE NOTE PAGE 2

Assoc. Dir. _____
Dep. AD Adm. _____
Dep. AD Inv. _____
Asst. Dir.: _____
Admin. _____
Comp. Syst. _____
Ext. Affairs _____
Files & Com. _____
Gen. Inv. _____
Ident. _____
Inspection _____
Intell. _____
Laboratory _____
Plan. & Eval. _____
Spec. Inv. _____
Training _____
Legal Coun. _____
Telephone Rm. _____
Director Sec'y _____

EJS:bam
(5)



MAIL ROOM ☐ TELETYPE UNIT ☐

Airtel to New York

Re: [REDACTED] aka, Et Al.

NOTE: This investigation pertains to an Interstate Transportation in Aid of Racketeering - Bribery investigation wherein allegations had been received of proposed kickbacks to Illinois State public officials including then Illinois State Senator Henry Hyde in connection with the purchase of a computer welfare program for the State of Illinois from individuals in New York. [REDACTED]

[REDACTED] associate, has been acting as a [REDACTED] and has been cooperating with the New York office. Attorney General authority was received in several instances relative to utilizing a body recorder on the person of [REDACTED] in connection with his contacts with the subjects involved in this matter.

New York initially requested that Henry J. Hyde, one of the last individuals connected with this investigation, be interviewed by our Chicago office; however, Chicago requested Bureau authorization in this matter since Hyde was recently elected to the United States Congress from the State of Illinois.

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F B I

Date: 11/21/74

b6
b7cTransmit the following in _____
(Type in plaintext or code)Via A I R T E L _____
(Priority)

fr TO : DIRECTOR, FBI
FROM : SAC, CHICAGO (166-2150) (P)
SUBJECT: aka;
ET AL
ITAR-BRIBERY

OO: NEW YORK

Re NY airtel, 11/8/74, and Springfield airtel,
11/13/74.

For info Bureau, NY has requested that HENRY J.
HYDE, former Illinois State Legislator, be interviewed
concerning his knowledge of facts involved in instant
investigation.

For info NYO, HYDE, who for years was a prominent
member and recently a leader of the Illinois State
Legislature, was recently elected United States Congressman
from the 6th Congressional District of Illinois (Western
suburbs of Chicago).

In view of the recently increased stature of
Congressman-Elect HYDE, the NYO may desire to request
permission from the Bureau for HYDE to be interviewed in
instant matter. The Chicago Office will hold this
interview in abeyance until further notice.

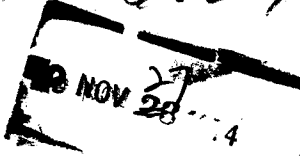
- ② - Bureau
2 - New York (166-3462)
1 - Chicago

WFR/lap
(4)

airtel to NY
11/26/74
EJS:baw

REC-63

166-602924

Approved: Hui

Special Agent in Charge

Sent _____ M Per _____

airtel

12/5/74

1 - Congressional Liaison

To: SAC, New York (166-3462)

From: Director, FBI (166-6029) —

aka

ET AL
ITAR - BRIBERY
OO: New York

b6
b7C

Re New York airtel to Bureau 12/2/74 and New York
telcall 12/5/74.

Based upon information furnished in referenced
telcall that AUSA Elliot G. Sagor will now subpoena U. S.
Congressman Henry Hyde (Illinois) in connection with this
matter, your request to have an Agent travel to Chicago to
interview him will now be unnecessary.

New York should keep the Bureau fully apprised of
all developments in this investigation.

1 - Chicago (166-2150)

Assoc. Dir. _____
Dep. AD Adm. _____
Dep. AD Inv. _____
Asst. Dir.:
Admin. _____
Comp. Syst. _____
Ext. Affairs _____
Files & Com. _____
Gen. Inv. _____
Ident. _____
Inspection _____
Intell. _____
Laboratory _____
Plan. & Eval. _____
Spec. Inv. _____
Training _____
Legal Coun. _____
Telephone Rm. _____
Director _____

SEE NOTE PAGE 2

EJS:bam
(6)

DEC - 5 1974

TELETYPE UNIT ☐

GPO 954-546

F B I

Date: 12/2/74

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI

FROM: SAC, NEW YORK (166-3462) (P)

SUBJECT: [REDACTED] aka;
ET AL
ITAR-BRIBERY
(OO:NY)

ReBuairtel to NY, 11/26/74.

On 11/27/74, AUSA ELLIOT G. SAGOR requested that Congressman HENRY HYDE be interviewed by SA [REDACTED] NYO. Mr. SAGOR does not want HYDE interviewed "collaterally", as he feels that SA [REDACTED] who is the case Agent, is better aware of some of the subtleties of the matter.

Mr. SAGOR advised that there presently is a very strong case against [REDACTED] and [REDACTED] based on tapes of conversations between [REDACTED] and [REDACTED], as well as the statements made by [REDACTED] to the FBI on 2/28/74.

Mr. SAGOR advised ^{Ext 105} he will prosecute [REDACTED] and possibly others, including HENRY J. HYDE if indicated, for violation of Title 18, USC, Section 1952 - conspiracy.

Mr. SAGOR further advised that [REDACTED] is scheduled to appear before the FGJ, SDNY on 12/4/74.

Mr. SAGOR desires that HYDE be interviewed to determine whether or not he had any dealings with [REDACTED] or whether he had interceded with the Illinois State Department of Public

② - Bureau
2 - Chicago (166-2150)
1 - New York
WLF:mmm

Approved: [Signature]
(6) Special Agent in Charge

Sent 12/5/74 M Per EJS:ban

NY 166-3462

Aid in behalf of Computer Specifics, the New York firm owned by [] in order to secure contract commitments. In one specific tape [] asks [] if he has "talked to HENRY HYDE"; BYRNES answered affirmatively indicating, however, that HYDE would "do nothing until he received money up front."

Mr. SAGOR feels that the subjects are prosecutable even though Computer Specifics did not receive any contracts from the State of Illinois as there is evidence of overt acts, including [] trip to Illinois to display his company's systems to Illinois officials.

In reply to Bureau's question regarding the indictment of RICHARD L. BYRNES by the Manhattan DA's office for extortion and perjury, this matter is unrelated to captioned matter. However, [] in this indictment is [] Trial is scheduled for mid-December, 1974.

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In view of Mr. SAGOR's request regarding the interview of HENRY HYDE, Chicago should refrain from interviewing HYDE until further notice. SA [] handled [] and is thoroughly familiar with this sensitive case and other related corruption matters investigated by NYO.

Bureau authority to proceed with interview of Mr. HYDE and for SA [] to proceed to Chicago Division for this purpose is hereby requested.

UNITED STATES GOVERNMENT

Memorandum

TO : Mr. Cleveland *WCS*

DATE: 12/6/74

FROM : J. Keith *JK*

SUBJECT: [REDACTED]

AND OTHERS
INTERSTATE TRANSPORTATION IN
AID OF RACKETEERING - BRIBERY

Assoc. Dir. _____
Dep. AD Adm. _____
Dep. AD Inv. _____
Asst. Dir.: _____
Admin. _____
Comp. Syst. _____
Ext. Affairs _____
Files & Com. _____
Gen. Inv. _____
Ident. _____
Inspection _____
Intell. _____
Laboratory _____
Plan. & Eval. _____
Spec. Inv. _____
Training _____
Legal Coun. _____
Telephone Rm. _____
Director Sec'y _____

Our New York office initiated an investigation in November, 1972, concerning an alleged violation of the Interstate Transportation in Aid of Racketeering (ITAR) - Bribery Statute wherein information had been received relative to proposed kickback fees to Illinois public officials. The scheme [REDACTED] with our New York office in this investigation. [REDACTED] was contacted by [REDACTED] and [REDACTED] of Computer Specifics, Inc., of New York City regarding any contacts he may have within the State of Illinois State Department wherein they may demonstrate a particular computer welfare program.

[REDACTED] thereafter contacted one [REDACTED] of [REDACTED] Chicago, Illinois, who in turn advised he would contact Henry Hyde, a State of Illinois Representative from the Chicago area who claimed to be close to the "Governor's man" in Springfield, Illinois. Subsequent events disclosed that [REDACTED] advised [REDACTED] that an additional 20 percent would have to be added to any price given to the State of Illinois to cover cash payments of ten percent to the "Governor's man" (never identified), ten percent to Hyde and that [REDACTED] and [REDACTED] would receive compensation out of [REDACTED] end of the contract. [REDACTED] reportedly made the deal with Hyde and in June, 1972, [REDACTED] and [REDACTED] demonstrated their program to Illinois officials; however, the contract was to be delayed for a six-month period.

1 - Congressional Liaison

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EJS:bam
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CONTINUED - OVER

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DEC 18 1974

Memorandum to Mr. Cleveland

Re: [redacted]

Attorney General authorization was requested and granted on [redacted] to utilize a body recorder on the person of [redacted] during conversations he may have with the above principals. This authorization was extended on three other occasions through [redacted] and resulted in the obtaining of pertinent conversations between [redacted] and [redacted] maintained contact with these principals during the interim; however, the business venture never materialized. A close liaison has been maintained with the United States Attorney's Office in the Southern District of New York, who indicated there is a violation of the ITAR Statute even though this deal was never consummated. An interview of [redacted] was curtailed by his ill health for a long period and the fact that the United States Attorney's Office kept this case under advisement.

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Assistant United States Attorney (AUSA) Elliot G. Sagor, who is handling this matter, recently requested that Hyde be interviewed concerning his knowledge of this matter. It was determined that Hyde was recently elected to the United States Congress from the Sixth Congressional District of Illinois (western suburbs of Chicago). Additional information was obtained from the New York office since this request and AUSA Sagor now advises he will subpoena [redacted] before the Federal Grand Jury where [redacted] has already appeared and taken the Fifth Amendment.

ACTION:

For information.



FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE DEC 13 1974	INVESTIGATIVE PERIOD 10/25/74-12/11/74
TITLE OF CASE [REDACTED] aka; ET AL		REPORT MADE BY [REDACTED]	TYPED BY mc
		CHARACTER OF CASE ITAR-BRIBERY	

REFERENCES:

NYrep of SA [REDACTED] dated 7/31/74.
 NYlet to Bu, dated 11/8/74.
 Bulet to NY, dated 12/5/74.

-P-

ADMINISTRATIVE

Investigative period of this report is lengthy due to the fact that this matter has been under the advisement of the USA's Office, SDNY, and no pertinent information has been developed.

On 12/11/74, [REDACTED] telephonically advised that [REDACTED] Chicago, Illinois, attorney for [REDACTED] was at one time a prosecuting

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN:
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES			
							PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED <i>[Signature]</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE 3 - Bureau 1 - USA, SDNY (ATT: ELLIOT G. SAGOR) 2 - Chicago (166-2150) 1 - Portland (166-320) (INFO) 2 - Springfield (166-1238) 2 - New York (166-3462)		166-6053-27	REC-50
		6 DEC 18 1974	

Dissemination Record of Attached Reports			
Agency	Request Recd.	Date Fwd.	How Fwd.
CC, AAG, Criminal Division, Organized Crime & Racketeering Section, Room 2444			
By			

50 JAN 7 1975

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COVER PAGE

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NY 166-3462

ADMINISTRATIVE (Continued)

attorney for the Internal Revenue Service (IRS) in the Chicago area.

[] advised that [] had been indicted a few years ago by IRS for "fixing" a tax case for an unknown Chicago organized crime figure. [] eventually appealed and won his case, but was not allowed to return to the employ of IRS.

LEADS

CHICAGO

AT CHICAGO, ILLINOIS. Will interview [] [] Washington Street, Chicago, Illinois, re his knowledge of Computer Specifics, NY, NY, attempt to obtain State of Illinois, Department of Public Aid, contract.

2. Will provide current address and telephone number for Congressman-elect HENRY HYDE.

PORTLAND

AT PORTLAND, OREGON. Will maintain original tapes of [] conversations until advised different by NYO.

SPRINGFIELD

AT SPRINGFIELD, ILLINOIS. Will locate and interview [] [] Office of the Governor, State Capitol Building, Springfield, Illinois, 62706, re his knowledge of Computer Specifics Corporation, NY, NY, attempt to get the State of Illinois contract. Particular attention should be given to any communication from HENRY HYDE to himself, in behalf of Computer Specifics.

-B-

COVER PAGE

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NY 166-3462

LEADS (Continued)

2. Will interview [redacted]
State of Illinois, Department of Public Aid, 222 South
College Street, Springfield, re the same as above lead.

3. Will obtain all documents relating to
[redacted] at the State Department of Public Aid.

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NEW YORK

AT NEW YORK. NEW YORK. Will locate and interview
[redacted] 120 East 34th Street, NY, NY, re
Computer Specifics.

2. Will maintain contact with AUSA SAGOR re
this matter.

-C*-

COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1-USA, SDNY (ATT: ELLIOT G. SAGOR)

Report of: [REDACTED]

Office: New York, New York

Date:

DEC 13 1974

Field Office File #:

166-3462

Bureau File #:

Title:

ET AL

Character:

INTERSTATE TRANSPORTATION IN AID OF RACKETEERING-BRIBERY

Synopsis:

On 10/25/74, AUSA, SDNY, advised that there is a prosecutable case against subjects [REDACTED]

[REDACTED] and possibly HENRY HYDE. On 11/12/74, Chicago Office of FBI advised that [REDACTED]

[REDACTED] was served with subpoena. On 11/12/74, [REDACTED] Department of Public Aid, Springfield, advised no contracts in effect with Computer Specifics, NY, NY. On 12/4/74, [REDACTED] appeared before FGJ, SDNY, re this matter.

Investigation continuing.

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DETAILS:

On October 25, 1974, Assistant United States Attorney (AUSA) ELLIOT G. SAGOR, Southern District of New York (SDNY), advised that his review of Federal Bureau of Investigation (FBI) reports indicated a prosecutable case against [REDACTED]

[REDACTED] and possibly HENRY HYDE, for violation Title 18, United States Code, 1952 and 371.

Mr. SAGOR provided copies of subpoena for [REDACTED]
[REDACTED] Chicago, Illinois.

On November 6, 1974, AUSA SAGOR advised that based on documents provided by [REDACTED] New York, New York, attorney for [REDACTED] there is an indication that HENRY HYDE, Springfield, Illinois, had contact with Computer Specifics, New York, New York, [REDACTED] firm prior to [REDACTED]

NY 166-3462

New York, New York, being aware of this entire kickback scheme with Illinois State Department of Welfare.

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On November 14, 1974, Chicago Office, FBI, advised by official communication dated November 12, 1974 the following:

NY 166-3462

On November 12, 1974, [] was served subpoena when [] was reached in the presence of his attorney, [] Chicago, who telephonically contacted AUSA ELLIOT G. SAGOR, SDNY, and arrangements were perfected to that [] appearance before the Federal Grand Jury in New York was postponed until December 4, 1974.

HENRY HYDE was elected Congressman in Illinois in the elections of November 4, 1974.

No attempt was made to interview [] regarding his participation in this investigation in view of the presence of his attorney.

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On November 18, 1974, Springfield Office of the FBI advised by official communication dated November 13, 1974 the following:

A check of records at the Department of Public Aid, State of Illinois, Springfield, Illinois, on July 31, 1973, revealed no contracts or contractual relations in force at that time with Computer Specifics Corporation, 353 West 57th Street, New York, New York.

On November 12, 1974, [] Department of Public Aid, State of Illinois, Springfield, Illinois, advised that after a check of records of Contract Control, Department of Public Aid, no contracts were located between the Department of Public Aid and Computer Specifics Corporation, 353 West 57th Street, New York, New York, for the years 1972-1974.

HENRY J. HYDE, an Illinois State Legislator, resides and has an office in the Chicago, Illinois area, and the Illinois Legislature will not be in session in Springfield, Illinois, until after January, 1975.

FEDERAL BUREAU OF INVESTIGATION

Date of transcription 12/10/74

On December 4, 1974, [redacted]
[redacted] Chicago, Illinois, telephone [redacted]
attorney for [redacted] appeared at the office of
Assistant United States Attorney (AUSA) ELLIOT G. SAGOR,
Southern District of New York (SDNY), with his client,
pursuant to a subpoena for his client to appear before
the Federal Grand Jury (FGJ), SDNY.

[redacted] advised that his client has no knowledge
of any wrongdoing and would cooperate in this matter.

[redacted] further advised that his client would
take the constitutional amendments guaranteed him before
the FGJ.

[redacted] accompanied his client to the grand
jury room.

In the presence of [redacted]
provided a handwriting sample for Special Agent [redacted]
[redacted]

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Interviewed on 12/4/74 at New York, New York File # NY 166-3462
by SA [redacted] mc Date dictated 12/10/74

-4-

NY 166-3462

On December 4, 1974, AUSA ELLIOT G. SAGOR provided the following correspondence relating to [REDACTED] New York, New York, and [REDACTED] [REDACTED] obtained by subpoena duces tecum from [REDACTED]

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May 30-29

Photo ID plan to cut aid thefts

From Our Springfield Bureau

SPRINGFIELD, Ill. — Welfare recipients in Cook and eight other urban Illinois counties will be offered photographic identification cards in an effort to halt the theft and fraudulent cashing of welfare checks.

State officials say 2,000 checks, worth an average of \$125 apiece, are stolen monthly in Cook County alone, representing an annual loss of millions of dollars to the banks, currency exchanges and supermarkets that cash them.

The identification cards, which will bear a recipient's picture, signature and case number, will cost the state 55 cents apiece, according to Donald Coates, assistant to the deputy director of management services of the state department of public aid.

COATES told the Legislative Advisory Committee on Public Assistance Tuesday that cards will be issued to 300,000 recipients, including 200,000 in Cook County, by Sept. 30. The first cards will be issued in Cook County in two or three weeks, he said.

He said the cards should save Chicago recipients \$2 million a year, because currency exchanges will lower their check-cashing fees after the cards are issued. The currency exchanges charge about 50 cents a check, he said, and probably will be willing to reduce the fee to 25 cents after cards are issued.

Today's chuckle

There's a lesson in not to be thankful for. If you can't pay your bills, you can be thankful you're not one of your creditors.

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Date: 3/18/75

Transmit the following in _____
(Type in plaintext or code)Via **AIRTEL** _____
(Priority)

TO: DIRECTOR, FBI

FROM: SAC, NEW YORK (166-3462)(P)(56)

SUBJECT: [redacted] aka;
ET AL
ITAR-BRIBERY
(OO:NY)

ReNYrep of SA [redacted] dated 12/13/74,
CGlet to NY, dated 1/29/75, and Siletter to NY, dated 1/29/75.

For the information of WFO, above captioned case concerns a scheme to bribe an individual in the office of the Governor of Illinois in 1972 for the purpose of getting a contract for a New York based computer company, Computer Specifics, Incorporated, 353 West 57th Street, NY, NY.

According to [redacted] presently a relocated Government witness and informant in this matter. the two principles of [redacted]

[redacted] put them in contact with [redacted] Chicago, Illinois, [redacted] and associate of various Chicago organized crime figures. [redacted] advised [redacted] that he would make contact with then State Senator HENRY HYDE of Chicago.

- 1cc [redacted] + P
- ② - Bureau
 - 2 - Chicago (166-2150)
 - 2 - Washington Field (166-NEW)
 - 2 - New York

WLF:dml
(9)

REC 74 166-6029-28
16 MAR 20 1975

54 MAR 28 1975
Approved: [redacted]

Special Agent in Charge

Sent _____ M Per _____

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NY 166-3462

[redacted] met with [redacted] and advised them that they would kickback to HYDE and the Governor's man if and when they got the contract.

A meeting was eventually set up between Computer Specifics and the Department of Public Aid, State of Illinois through [redacted] of Department of Public Aid. [redacted] traveled to Illinois to demonstrate their welfare program. The deal was never finalized and Computer Specifics did not get the contract.

By official communication dated 1/29/75, the Springfield Office advised that [redacted] is no longer associated with the State of Illinois, and is now the [redacted] of the American Public Welfare Association, headquartered in Washington D.C.

HENRY HYDE is now a United States Congressman from Illinois.

On 3/14/75, AUSA ELLIOT G. SAGOR, SDNY, advised that he is waiting to call Congressman HYDE to New York pending the ascertaining by the Bureau exactly how the demonstration meeting was set up between Computer Specifics and Illinois Department of Public Aid, i.e. who made the arrangements in Illinois.

LEADS

CHICAGO

AT CHICAGO, ILLINOIS. Will locate and interview [redacted] as set forth in referenced Springfield communication to determine any role he might have taken in initiating the demonstration meeting between Computer Specifics and the Illinois Department of Public Aid.

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NY 166-3462

LEADS (Continued)

WASHINGTON FIELD

[] AT WASHINGTON D.C. Will locate []
[] and interview same regarding his knowledge of
Computer Specifics, Inc.

2. Will determine from [] if HENRY HYDE
on [] former Illinois state senator ever
discuss the Computer Specifics Welfare program with him.

3. Will determine from [] who set up above
mentioned demonstration meeting in Chicago.

NEW YORK

AT NEW YORK, NEW YORK. Will maintain contact
with AUSA SAGOR re this matter.

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FEDERAL BUREAU OF INVESTIGATION

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REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE MAY 6 1975	INVESTIGATIVE PERIOD 1/21/75 - 4/30/75
TITLE OF CASE [REDACTED] aka; ET AL		REPORT MADE BY [REDACTED]	TYPED BY dml
		CHARACTER OF CASE ITAR-BRIBERY	

REFERENCES:

NYrep of SA [REDACTED] 12/13/74.
 CGlet to NY, dated 1/29/75.
 SIlet to NY, dated 1/29/75.
 NYlet to Bu, dated 3/18/75.
 CGlet to NY, dated 4/14/75.
 CGlet to SI, dated 4/23/75.

-P-

ADMINISTRATIVE

Investigative period of this report is lengthy due to the fact that this matter has been under the advisement of the USA's Office, SDNY, and no pertinent information has been developed.

ACCOMPLISHMENTS CLAIMED				<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input type="checkbox"/> NO	
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES			
APPROVED [Signature]					SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE:						166 6 B 1-29 REC-14	
1 - Bureau (ID#) 1 - USA, SDNY (ATTN: ELLIOT G. SAGOR) 1 - Chicago (166-2150) (INFO) 2 - Springfield (166-1238) 1 - New York (166-3462)						14 MAY 9 1975	
Dissemination Record of Attached Report						Notations	
Agency						DATA PROC	
Request Recd.	2	CC, AAG, Criminal					
Date Fwd.		Division, Organized Crime					
How Fwd.							
By							

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COVER PAGE

NY 166-3462

LEADS

SPRINGFIELD

AT SPRINGFIELD, ILLINOIS. Will report results of
interview of [REDACTED]
[REDACTED] Springfield, Illinois.

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b7C

NEW YORK

AT NEW YORK, NEW YORK. Will maintain contact with
AUSA SAGOR re this matter.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, SDNY
(ATTN: ELLIOT G. SAGOR)

Report of:
Date:

Office: New York, New York

Field Office File #:

MAY 6 1975

166-3462

Bureau File #:

Title:

ET AL

b6
b7C

Character:

INTERSTATE TRANSPORTATION IN AID
OF RACKETEERING - BRIBERY

Synopsis:

On 1/25/75, CHICAGO, Illinois, was interviewed re this matter. On 4/30/75, AUSA, SDNY, advised that this matter still under advisement. Investigation Chicago and Springfield set forth.

-P-

DETAILS:

FEDERAL BUREAU OF INVESTIGATION

1

1/27/75

Date of transcription

[redacted] Chicago, [redacted] advised that he recalls being contacted by a friend of his in New York, [redacted], New York, New York, some time in 1972, concerning a company which had come to Mariamson's attention, Computer Specifics Corporation of New York City.

[redacted] explained that he has known [redacted] for [redacted] years and that his association began when [redacted] was [redacted] with a substantial company. [redacted] later left this company and is presently in business for himself in New York. He occasionally refers businesses and people to [redacted] for [redacted] to consummate business dealings which, if consummated, would entitle [redacted] to a finder's fee. However, [redacted] advised, he has had approximately [redacted] and none have materialized with the result that he and [redacted] have never had financial dealings.

[redacted] advised that he recalls that some time in [redacted] at the request of [redacted] he made a trip to New York in order to consult with the management of Computer Specifics Corporation. [redacted]

[redacted] in New York City where he met with a man whose name he seems to recall as [redacted]. However, the rooms of the Computer Specifics Corporation appeared to be dingy and poorly kept and he gained the impression that it was a "phony" company.

In view of this [redacted] stated that if the company could prove to him that it manufactured a sellable product he would then attempt to sell the product to the state of Illinois through some contacts which he has.

[redacted] advised, however, that at no time did any such production of proof become forthcoming from the company and as a result he at no time made any contacts whatsoever for this company with anyone in the state of Illinois.

b6
b7C

Interviewed on 1/21/75 at Chicago, Illinois File # CG 166-2150

by SA [redacted] JR./rdo Date dictated 1/21/75

[redacted] advised that he is absolutely certain that he was never contacted physically by anyone from Computer Specifics Corporation in Chicago and he never introduced them to anyone. He advised that at no time was any money discussed and no money arrangements were ever proposed or finalized.

[redacted] advised that he does not know of anyone named [redacted] and does not know whether the principals from Computer Specifics Corporation had any dealings whatsoever, either telephonically or personally, with anyone other than himself in the state of Illinois. Insofar as he is aware they did not.

[redacted] specifically denied that he ever made any statements to anyone that he was close to any officials of the state of Illinois whom he could influence unethically or illegally to purchase the product of Computer Specifics Corporation.

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NY 166-3462

By official communication dated January 29, 1975, Springfield advised the following:

On January 8, 1975, [redacted] (former Special Agent), Office of Special Investigations, Governor's Office, State of Illinois, advised ARTHUR R. SWANSON, also known as (aka) Ron, formerly was an Illinois State Senator. [redacted] advised SWANSON was defeated for re-election in 1970, and subsequently became a member of Governor RICHARD OGILVIE's staff. In this capacity, SWANSON served as staff liaison between the Governor's Office and the Illinois Housing Authority. [redacted] advised when OGILVIE was defeated for re-election, SWANSON lost his job with the State of Illinois and is no longer involved in State politics. [redacted] advised SWANSON resides in the southwest section of Chicago, which he advised is described as the "Beverly Hills" of Chicago. Therefore, Springfield has not located SWANSON for interview as set out in referenced report.

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On January 28, 1975, NORMAN J. RYAN, Deputy Director,, Department of Public Aid, advised [redacted] is no longer associated with the State of Illinois, Department of Public Aid, and is the executive director of the American Public Welfare Association, which is headquartered in Washington D.C.

[redacted] further advised he ordered a check of all contracts concerning his department beginning in 1970 to the present, and the State of Illinois did not, under any circumstances, enter into a contract with Computer Specifics of New York City.

[redacted] of Bureau Information Systems, Department of Public Aid, advised the name Computer Specifics is completely unfamiliar to him.

On March 14, 1975, Assistant United States Attorney (AUSA) ELLIOT G. SAGOR, Southern District of New York (SDNY),

NY 166-3462

advised that he is waiting to call Congressman HENRY HYDE to New York pending the ascertaining by the Bureau exactly how the demonstration meeting was set up between Computer Specifics and Illinois department of Public Aid, i.e. who made the arrangements in Illinois.

FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 3/31/75

[redacted], American Public Welfare Association, 1155 16th Street, N.W., Washington D.C. (WDC), telephone 202-833-9250, who resides at [redacted], McLean, Virginia, furnished the following information during interview at his office:

From [redacted] he served as [redacted] Department of Public Aid, State of Illinois, Springfield, Illinois, with a secondary office in Chicago, Illinois. He left that position due to change in State Administration.

[redacted] has no recollection of a firm named [redacted] of New York, nor does he recall the name [redacted]. While he does not specifically recall a person named [redacted] the last name [redacted] does "ring a bell."

[redacted] does recall that in the fall of 1972 he had a meeting with this person named [redacted] and another person. He described [redacted] as being stocky and balding. He has no specific recollection of the second person. These two people represented a computer firm and had a computer program they wanted to sell Illinois for use in the Public Aid Program.

[redacted] explained that at the time the Department of Public Aid was in the process of implementing an ID card system for use by welfare recipients. This was to be a numbered plastic card with photograph, which could be used by the recipient as identification in obtaining services for which they qualified.

[redacted] said the Department of Public Aid did not enter into any contractual agreement with the firm represented by [redacted] because the Public Aid Program could not use the services they offered.

[redacted] does not recall any other specifics concerning this meeting with [redacted] and the other person.

Interviewed on 3/31/75 at Washington, D.C. File # WFO 166-2139
NY 166-3462

by SA [redacted] kmp Date dictated 3/31/75

In regard to the arrangements made for such a meeting, [] explained that [] would have been the person who asked [] to afford these people a meeting. HENRY HYDE never discussed with [] any possible arrangements to meet with []

[] explained that at the time he was with the Department in Illinois, [] in Illinois, was [] the Governor dealing principally in Legislation. RICHARD OGILVIE was then Governor of Illinois. [] cannot say for sure that former Illinois State Senator HENRY HYDE contacted [] and requested such a meeting be scheduled. However, it was the customary procedure for [] to contact [] in such a situation in order to schedule a meeting with []

[] said he is aware that HENRY HYDE is now a U.S. Congressman, but does not know the whereabouts of []

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NY 166-3462

Attempts continuing by Chicago to locate and interview [redacted]. Chicago has developed three telephone numbers for [redacted]. All have been negative to date. This AM answering service at one of the numbers advised that [redacted] contacts them periodically on a weekly basis. Message left for [redacted] to contact Chicago Office as soon as possible. [redacted] will be interviewed forthwith on contact with Chicago Office.

By official communication, dated April 23, 1975, Chicago advised as follows:

On April 23, 1975, [redacted] former Bureau Agent and currently Republican member of the Cook County Illinois Board, advised that [redacted] whom he knows personally, is currently employed in official capacity for the State of Illinois. [redacted] Springfield residence is [redacted] Springfield, Illinois, telephone number [redacted] further stated that [redacted] permanent address is [redacted] Illinois, but that [redacted] is currently residing in Springfield.

[redacted] who was advised of the nature of the inquiry, advised that he had never heard any talk in political circles to the effect that either recently elected Congressman HENRY HYDE, or [redacted] had been, or would be, engaged in corrupt activities. He further advised that this would be most unlikely with regards to Congressman HYDE and only slightly less likely with regards to [redacted]

[redacted] further advised that if anyone who had been connected with the former Governor of Illinois, RICHARD OGILVIE, who might have been engaged in such activity, it would have been [redacted]. He advised that [redacted] is under investigation, to his knowledge, by the Internal Revenue Service for Income Tax Violations.

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NY 166-3462

On April 30, 1975, AUSA ELLIOT G. SAGOR, SDNY, advised that he is currently taking the facts of the matter under advisement pending report of interview of [redacted] at Springfield, Illinois.

b6
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FEDERAL BUREAU OF INVESTIGATION

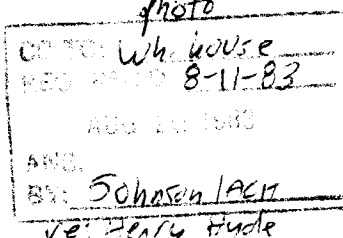
REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE SEP 12 1975	INVESTIGATIVE PERIOD 5/13/75-9/2/75
TITLE OF CASE [REDACTED] aka; ET AL		REPORT MADE BY [REDACTED]	TYPED BY sln
		CHARACTER OF CASE ITAR - BRIBERY	

b6
b7C

REFERENCES

NYrep of SA [REDACTED] dated 5/6/75.
 NYairtel to Springfield, dated 6/12/75.
 Silet to NY, 6/13/75.
 Sinitel to CG, 6/20/75.
 CGairtel to NY, 7/7/75.
 Silet to NY, 7/16/75.

-P-



ADMINISTRATIVE

It is noted this reporting period is lengthy, however, this matter has been kept current through contact with AUSA ELLIOT SAGER, SDNY.

On 7/10/75, SAGER advised he was currently involved

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES			
							PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED <i>[Signature]</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE:		166-6011-	REC-11
3 - Bureau 1 - USA, SDNY (Att: ELLIOT G. SAGER) 1 - Chicago (166-2150) (INFO) 1 - Springfield (166-1238) (INFO) 2 - New York (166-3462)		SEP 16 1975	EX 104

Dissemination Record of Attached Report			
Agency	166-6011-1	166-6011-2	166-6011-3
Request Recd.	166-6011-1	166-6011-2	166-6011-3
Date Fwd.	166-6011-1	166-6011-2	166-6011-3
How Fwd.	166-6011-1	166-6011-2	166-6011-3
By	166-6011-1	166-6011-2	166-6011-3

Notations

[Handwritten: DATA/PROC]

-A-

COVER PAGE

GPO : 1975

NY 166-3462

ADMINISTRATIVE (Continued)

in the trial preparation of the government's case against
[redacted] and others.

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On 8/19/75, SAGER advised that following his return from leave, he would review captioned matter and render an opinion as to intended prosecutive action.

On 9/2/75, SAGER's office was re-contacted at which time SAGER's secretary advised he would return from leave on 9/15/75.

LEADS

Information copies being furnished Chicago and Springfield.

NEW YORK

AT NEW YORK, NEW YORK. Will review this matter with AUSA ELLIOT SAGER and obtain prosecutive opinion from him regarding captioned matter.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, SDNY (Att: AUSA ELLIOT G. SAGER)

Report of: [REDACTED] Office: New York, New York
Date: SEP 12 1975

Field Office File #: 166-3462 Bureau File #:
Title: [REDACTED]
ET AL

Character: INTERSTATE TRANSPORTATION IN AID AT
RACKETEERING - BRIBERY

Synopsis: Results of interview of [REDACTED]
at Chicago, Illinois, on 6/25/75, set forth.

-P-

DETAILS:

On June 11, 1975, Assistant United States Attorney (AUSA) ELLIOT C. SAGER, Southern District of New York (SDNY), was contacted, at which time he advised that he received a telephone call from [REDACTED], Attorney for [REDACTED]. Mr. SAGER then requested Federal Bureau of Investigation (FBI) interview of [REDACTED] at Springfield, Illinois.

By communication, dated June 13, 1975, the Springfield Division advised that efforts to locate [REDACTED] met with negative results on May 13, 1975, and May 22, 1975.

On June 11, 1975, telephonic contact was made with [REDACTED] agreed to a meeting at 1:30 P.M. Upon arrival at [REDACTED] office, his secretary, [REDACTED] advised SA [REDACTED] that [REDACTED] was tied up in Legislative Committee meetings and would be unable to keep the appointment.

[REDACTED] advised SA [REDACTED] that [REDACTED] attorney, desired to speak with SA [REDACTED] was contacted at Chicago telephone number [REDACTED] inquired as to why the FBI wanted to interview [REDACTED] and he was told the investigation pertained to [REDACTED] of New York City. [REDACTED] was advised a subpoena for [REDACTED] appearance before

NY 166-3462

a Federal Grand Jury would be issued and any further inquiries should be directed to the United States Attorney's Office, Southern District of New York.

On June 20, 1975, the Springfield Office advised that on June 20, 1975, MICHAEL NASH, former AUSA, 53 West Jackson, Suite 615, Springfield, Illinois, telephone (312) 922-8980, who is representing [redacted], contacted the FBI at Springfield, Illinois, and advised that [redacted] would be available for interview at Chicago, on June 23, 1975. b6 b7C

FEDERAL BUREAU OF INVESTIGATION

7/2/75

Date of transcription _____

1

[redacted] was interviewed in the office of his Attorney [redacted] telephone number [redacted]

[redacted] was present during the interview.

[redacted] was advised that the purpose of the interview was to ascertain the extent of his knowledge of an attempt by Computer Specifics Corporation (CSC), New York, New York, to obtain a computer contract with the State of Illinois Department of Public Aid in 1972; and further, to specifically determine if HENRY J. HYDE had contacted him on behalf of CSC.

[redacted] provided the following information:

He resides at [redacted] Homewood, Illinois, 60430; telephone number [redacted] He is a [redacted] and [redacted] with an office at [redacted] Chicago, Illinois, telephone number PU5-3760.

He is also a [redacted] and when the [redacted] he maintains an office/apartment in Springfield, Illinois. The address is apartment [redacted] Springfield, Illinois, 62701, telephone number [redacted] extension [redacted]

[redacted]

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Interviewed on 6/25/75 at Chicago, Illinois File # NY 166-3462
CG 166-2150
by SAs [redacted], JR.
and [redacted] Sam Date dictated 6/26/75

2
NY 166-3462
CG 166-2150

In about [redacted] after the [redacted]
[redacted] to the
staff of the then Republican Governor, RICHARD OLGIVIE.
He had no official title, but his function was to serve
[redacted] the Governor and the
[redacted] He maintained this position until OLGIVIE
suffered a surprise election defeat in November, 1972.

Both, as [redacted]
[redacted] Governor OLGIVIE, he had repeated frequent daily
contacts with then state senator HENRY J. HYDE, who was
Republican majority leader, when the legislature was in
session.

He had such contact with HYDE during the spring
of 1972.

With regard to CSC of New York, New York, he has
no recollection of ever having heard of the firm before
recently being contacted by the Federal Bureau of
Investigation (FBI). He has never personally and knowingly,
had any contact with representatives of that firm.

He may have received a letter dated March 30,
1972 from CSC signed by [redacted] but he does not
recall having done so.

He does not recall whether HENRY HYDE ever spoke
to, or contacted him relative to CSC.

It is possible, however, that either HYDE, or
someone else, did contact him on behalf of CSC, because he
does recall learning that the Illinois Department of Public
Aid had some sort of pilot program in Sangamon County,
Illinois, which involved identification cards or procedures
for welfare recipients, which would assist them in cashing
their welfare checks. He does not know for sure how, or

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3
NY 166-3462
CG 166-2150

from who, he obtained the foregoing information, but it could have been from [redacted]
[redacted] Department of Public Aid, for the State of Illinois.

If HENRY J. HYDE had asked him to contact [redacted] on behalf of CSC, he would have done so willingly, and would have considered the request neither improper, nor illegal. Part of his function [redacted]
[redacted] Governor OLGIVIE was to facilitate contacts between state agencies and legitimate firms wishing to do business with the state.

He was never offered any financial or material consideration of any kind by anyone on behalf of CSC in this matter. He would certainly remember the fact of such an offer; but up until the current inquiry by the FBI, he cannot ever recall of having ever heard of the firm.

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b7C

[redacted] neither recognizes the names of, nor does he know personally any of the following individuals:

[redacted] also known as [redacted]
New York City

[redacted] New York City

[redacted] Chicago, Illinois

[redacted] New York City

[redacted] New York City

[redacted]
[redacted] Department of Public
Aid, State of Illinois

-5 *

UNITED STATES GOVERNMENT

Memorandum

TO : DIRECTOR, FBI (166-6029)

FROM : **S/S** SAC, NEW YORK (166-3462) (#56)

SUBJECT: [REDACTED] aka;
ET AL
ITAR - BRIBERY
(OO:NY)

DATE: NOV 19 1975

ReNYrep of SA [REDACTED] dated 9/12/75.

For the information of the Bureau, all logical investigation in this matter has been completed and on 9/16/75 the facts of this case were presented by SA [REDACTED] to AUSA ELLIOT SAGER, SDNY. At that time Mr. SAGER noted that the facts of this case did not form a basis for successful prosecution; however, he advised that he would withhold a decision regarding declination of prosecution pending a thorough evaluation of the case. SAGER added that at the present time he is totally committed to the prosecution of a major case which will demand his full time and attention until early next year.

On 10/22/75, SAGER was recontacted telephonically and advised that captioned matter was still being taken under advisement by the USA's office. SAGER was advised at that time by SA [REDACTED] that further investigation in this matter would not be conducted pending a decision by him whether to decline or initiate prosecution.

On 11/3/75, a letter was sent to the USA, SDNY setting forth the details of the contacts outlined above on 9/16/75 and 10/22/75.

Inasmuch as results of all investigation conducted in this matter have been previously set out by report, no report being submitted [REDACTED].

② - Bureau
1 - New York

KCT:jmj
(3)



52 DEC 5 1975

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

F B I

Date: 2/20/76

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI (166-6029)

FROM: ADIC, NEW YORK (166-3462)

SUBJECT: aka;
ET AL
ITAR - BRIBERY
(OO:NY)b6
b7c

ReNYlet to Bureau, 11/19/75.

Referenced letter set forth specific reasons as to why AUSA ELLIOT SAGER, SDNY, was unable to review this matter and recommend a declination to the USA, SDNY.

SAGER contacted 2/17/76, and advised that following his return to NY on 3/1/76, he would give this matter prompt attention.

Results of all investigation conducted in this matter have been reported. Therefore, no report being submitted.

2 - Bureau
2 - New York

KCT:acr
(5)

REC-5

EX 104 166 - 6029 - 38

FEB 23 1976

70 FEB 27 1976

Approved: _____

Special Agent in Charge

Sent _____ M Per _____

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE NEW YORK	OFFICE OF ORIGIN NEW YORK	DATE JUN 14 1976	INVESTIGATIVE PERIOD 9/16/75 - 6/1/76
TITLE OF CASE [REDACTED] aka ET AL		REPORT MADE BY [REDACTED]	TYPED BY amd
		CHARACTER OF CASE ITAR - BRIBERY	

b6
b7CREFERENCES:

New York report of SA [REDACTED] 9/12/75.
 New York letter to Bureau, 11/19/75.
 New York airtel to Bureau, 2/20/76.

-C-

ADMINISTRATIVE:

For information of the Bureau, all logical investigation has been completed in this matter and final results thereof were furnished to United States Attorney, Southern District of New York, in referenced report.

AUSA ELLIOT SAGOR, SDNY, who has been handling this case was subsequently contacted as set forth in referenced letter and referenced airtel.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN:
CONVIC.	PRETRIAL DIVERSION	FUG.	FINES	SAVINGS	RECOVERIES		
							PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED <i>[Signature]</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE: 3-Bureau 1-USA, SDNY (ATTN: AUSA ELLIOT G. SAGOR) 2-New York (NR 166-3462)		166 -	REC 12
		14 JUN 21 1976	
		SEE REVERSE SIDE FOR ADD. DISSEMINATION	
Dissemination Record of Attached Report		Notations	
Agency	CC, AAG, Criminal Division		
Request Recd.	Organized Crime & Racketeering Section		
Date Fwd.	Room 2244		
How Fwd.			
By			

57 JUN 25 1976

-A-

COVER PAGE

NR 166-3462

ADMINISTRATIVE (Cont'd)

On 6/1/76, SAGOR advised that prosecution in this matter is being declined inasmuch as the facts of the case do not yield the basis for a successful prosecution.

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1-USA, SDNY (ATTN: AUSA ELLIOT G. SAGOR)

Report of: [REDACTED]

Office: New York, New York

Date: 6-1-76

Field Office File #: NR 166-3462

Bureau File #:

Title: [REDACTED]

ET AL

b6
b7CCharacter: INTERSTATE TRANSPORTATION IN AID OF RACKETEERING -
BRIBERYSynopsis: Declination of prosecution being rendered by
USA, SDNY, in this matter.

- C -

DETAILS:

On June 1, 1976, Assistant United States Attorney (AUSA) ELLIOT G. SAGOR was contacted by SA [REDACTED] Federal Bureau of Investigation (FBI), New Rochelle. At that time, Mr. SAGOR advised that declination of prosecution was being made inasmuch as the facts of the case do not form the basis for a successful prosecution.

- 1* -

FEDERAL GOVERNMENT

HENRY HYDE

Captioned individual, who you advised was born April 18, 1924, at Chicago, Illinois, and holds Social Security Number 323-16-5575, and also is a Congressman from Illinois, was one of the subjects of an "Interstate Transportation in Aid of Racketeering - Bribery", investigation by this Bureau from 1973 until 1976. Enclosed are copies of eight FBI investigative reports concerning this investigation.

The central files at FBI Headquarters, the records of the Identification Division and appropriate computer data bases contain no additional pertinent information identifiable with the captioned individual based upon background information furnished in connection with this name check request.

Enclosures (8)

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NOTE: Per request from Fred F. Fielding, Counsel to the President, at the White House.

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Attn:
Room 5161

DE-148

WRJ:dms (5)

Exec AD Inv. _____
Exec AD Adm. _____
Exec AD LES _____
Asst. Dir.:
Adm. Servs. _____
Crim. Inv. _____
Ident. _____
Intell. _____
Laboratory _____
Legal Coun. _____
Plan. & Insp. _____
Rec. Mgnt. _____
Tech. Servs. _____
Training _____
Public Affs. Off. _____
Telephone Rm. _____
Director's Sec'y _____

MAIL ROOM ☐

FEDERAL BUREAU OF INVESTIGATION

Records Systems/Services Sections

, 19__

- ☐ Name Searching Unit, 4543, TL# 115
☐ Service Unit, 4654, TL# 225
☐ Special File Room, 5991, TL# 122
☒ Forward to File Review, 5447, TL# 143
☐ Attention _____
☐ Return to _____ Supervisor, Room, TL#, Ext.

Type of Search Requested: (Check One)

- ☐ Restricted Search (Active Index - 5 & 20)
☐ Restricted Search (Active & Inactive Index - 5 & 30)
☒ Unrestricted (Active & Inactive Index)

Special Instructions: (Check One)

- ☒ All References (Subversive & Nonsubversive)
☐ Subversive Search
☐ Nonsubversive Search
☐ Main _____ References Only
☐ Exact Name Only (On the Nose)
☐ Buildup ☐ Variations
☐ Restricted to Locality of _____

Subject Hyde Fleming
 Birthdate & Place 1-18-1911 TL
 Address _____

Localities _____

R# _____ Date 8/11 Searcher Initials 140

Prod. _____

FILE NUMBER

SERIAL

100-6104
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 NP 1-6-11-53
 NP 1-6-570
 NP 1-10/60-982P2
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 NP 1-10/60-2
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Memo / NANC 115-100
 115-100

NUMEROUS REFERENCE

SEARCH SLIP

Subj: Hyde, Henri

Supervisor _____ Room _____

R# _____ Date 5/11 Searcher Initial 140

Prod. _____

FILE NUMBER

SERIAL

MA
Jimm (BU)B. J. Henley (KRA)
SIb6
b7C

THE WHITE HOUSE

WASHINGTON

August 10, 1983

(Date)

TO: FBI, LIAISON
FROM: FRED F. FIELDING
SUBJECT: FBI Investigations

Subject's Name HYDE, HENRY (Congressman, Illinois) (SS# 323-16-5575)

Date of Birth April 18, 1924 Place of Birth Chicago, IL

Present Address 1964 Hopewood Drive, Falls Church, VA 22043

We request: _____ Copy of Previous Report
 X _____ Name Check
 _____ Full Field Investigation NO IRS TO FBI
 _____ Limited Update

The person named above is being considered for:

_____ White House Staff Position
 X _____ Presidential Appointment *(PAS)
 *Senate Confirmation

Attachments:

_____ SF 86 1 2
_____ SF 87, Fingerprint Card

Remarks/Special Instructions:

PLEASE EXPEDITE